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ANNUAL STATEMENT

Including Index and Supplements

OF THE



DONEGAL MUTUAL
INSURANCE COMPANY

OF

MARIETTA

IN THE STATE OF

PENNSYLVANIA

TO THE

INSURANCE DEPARTMENT

OF THE STATE OF

PENNSYLVANIA

FOR THE YEAR ENDED
DECEMBER 31, 2005

2005

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ANNUAL STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2005 OF THE CONDITION AND AFFAIRS OF THE

DONEGAL MUTUAL INSURANCE COMPANY

NAIC Group Code 0250, 0250 (Current/Prior Period), NAIC Company Code 13692, Employer's ID Number 23-1338198

Organized under the Laws of Pennsylvania, State of Domicile or Port of Entry Pennsylvania

Country of Domicile US

Incorporated/Organized May 13, 1889, Commenced Business May 13, 1889

Statutory Home Office 1185 River Road, Marietta, Pennsylvania 17547-0302

Main Administrative Office 1185 River Road, Marietta, Pennsylvania 17547-0302, 717-426-1931

Mail Address 1185 River Road, Marietta, Pennsylvania 17547-0302

Primary Location of Books and Records 1185 River Road, Marietta, Pennsylvania 17547-0302, 717-426-1931

Internet Website Address www.donegalgroup.com

Statutory Statement Contact Daniel John Wagner, danwagner@donegalgroup.com, 717-426-1931

Policyowner Relations Contact 1185 River Road, Marietta, Pennsylvania 17547, 1-800-877-0690-6190

OFFICERS

- 1. DONALD HERBERT NIKOLAUS (President & Chief Executive Officer)
2. SHERI ODETTE SMITH# (Corporate Secretary)
3. JEFFREY DEAN MILLER# (Chief Financial Officer)

OTHER OFFICERS

- KEVIN GERARD BURKE, KENNETH LEE DULL, CHARLES MICHAEL FERRARO, CYRIL JAMES GREENYA, THEODORE ALAN HOOVER#, JEFFREY ALAN JACOBSEN, PERRY SCOTT KEITH, RICHARD GEORGE KELLEY, STEVEN PETER KLIPA, DAVID SCOTT KRENKEL, MATTHEW THOMAS RESCH#, ROBERT GARY SHENK, WILLIAM HOWARD SHUPERT, CHESTER JOHN SZCZEPANSKI#, DANIEL JOHN WAGNER, JANET LEE WEISBERG

DIRECTORS OR TRUSTEES

- FREDERICK WILLIAM DREHER, III, PATRICIA ANNE GILMARTIN, PHILIP HUGHES GLATFELTER, II, JOHN ERB HIESTAND, KEVIN MICHAEL KRAFT SR., DONALD HERBERT NIKOLAUS, ROY RICHARD SHERBAHN, WILLIAM HOWARD SHUPERT

State of Pennsylvania, County of Lancaster

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity...

Signatures of Donald Herbert Nikolaus, Sheri Odette Smith, and Jeffrey Dean Miller with their titles.

Subscribed and sworn to before me this 24th day of February, 2006

NOTARIAL SEAL PATRICIA A. HALL, Notary Public, Marietta, Lancaster County, My Commission Expires March 1, 2008

Is this an original filing? Yes (X) No ()
1. State the amendment number
2. Date filed
3. Number of pages attached

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Column 1 minus Column 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	44,133,579		44,133,579	29,292,661
2. Stocks (Schedule D):				
2.1 Preferred stocks	2,186,661		2,186,661	2,941,290
2.2 Common stocks	133,184,982		133,184,982	106,658,110
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	3,523,876	182,740	3,341,136	4,077,236
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)	23,004,907		23,004,907	22,554,959
4.2 Properties held for the production of income (less \$ encumbrances)	518,609		518,609	608,884
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ (4,693,944), Schedule E - Part 1), cash equivalents (\$ Schedule E - Part 2) and short-term investments (\$ 5,761,246, Schedule DA)	1,067,304		1,067,304	8,228,651
6. Contract loans (including \$ premium notes)				
7. Other invested assets (Schedule BA)	1,083,401	391,522	691,879	709,393
8. Receivables for securities	185,894		185,894	
9. Aggregate write-ins for invested assets				
10. Subtotals, cash and invested assets (Line 1 through Line 9)	208,898,913	574,262	208,324,651	177,071,204
11. Title plants less \$ charged off (for Title Insurers only)				
12. Investment income due and accrued	1,276,504		1,276,504	431,791
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	8,523,764	985,973	7,537,791	10,114,667
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	34,572,394		34,572,394	39,771,662
13.3 Accrued retrospective premiums				
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	10,682,389		10,682,389	10,627,656
14.2 Funds held by or deposited with reinsured companies				
14.3 Other amounts receivable under reinsurance contracts				
15. Amounts receivable relating to uninsured plans				
16.1 Current federal and foreign income tax recoverable and interest thereon	138,281		138,281	362,000
16.2 Net deferred tax asset				
17. Guaranty funds receivable or on deposit	102,493		102,493	100,300
18. Electronic data processing equipment and software	6,582,169	5,018,483	1,563,686	1,599,184
19. Furniture and equipment, including health care delivery assets (\$)	731,265	731,265		
20. Net adjustment in assets and liabilities due to foreign exchange rates				
21. Receivables from parent, subsidiaries and affiliates	3,212,559		3,212,559	3,043,170
22. Health care (\$) and other amounts receivable				
23. Aggregate write-ins for other than invested assets	1,482,764		1,482,764	1,265,728
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 10 to Line 23)	276,203,825	7,320,003	268,883,822	235,377,352
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26. TOTALS (Line 24 and Line 25)	276,203,825	7,320,003	268,883,822	235,377,352
DETAILS OF WRITE-INS				
0901				
0902				
0903				
0908. Summary of remaining write-ins for Line 9 from overflow page				
0909. Totals (Line 0901 through Line 0903 plus Line 0908) (Line 9 above)				
2301. Accounts receivable - other	435,764		435,764	186,728
2302. Premium tax offsets receivable	1,047,000		1,047,000	1,077,000
2303				
2308. Summary of remaining write-ins for Line 23 from overflow page				
2309. Totals (Line 2301 through Line 2303 plus Line 2308) (Line 23 above)	1,482,764		1,482,764	1,265,728

Donegal Mutual Insurance Company
 2005 Annual Statement

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 34, Column 8)	51,019,810	52,591,846
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	4,612,062	4,417,135
3. Loss adjustment expenses (Part 2A, Line 34, Column 9)	11,803,900	12,070,000
4. Commissions payable, contingent commissions and other similar charges	11,275,060	8,450,000
6. Other expenses (excluding taxes, licenses and fees)	6,495,965	5,719,972
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	2,642,207	2,655,391
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))		
7.2 Net deferred tax liability	13,052,338	5,875,935
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (Part 1A, Line 37, Column 6) (after deducting unearned premiums for ceded reinsurance of \$ 135,150,000 and including warranty reserves of \$)	38,724,475	36,149,597
19. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders	1,054,000	867,000
12. Ceded reinsurance premiums payable (net of ceding commissions)	12,608,250	12,902,035
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)		
14. Amounts withheld or retained by company for account of others	790,037	758,285
15. Remittances and items not allocated	48,332	75,673
16. Provision for reinsurance (Schedule F, Part 7)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates		
20. Payable for securities	25,455	
21. Liability for amounts held under uninsured accident and health plans		
22. Capital notes \$ and interest thereon \$		
23. Aggregate write-ins for liabilities		
24. Total liabilities excluding protected cell liabilities (Line 1 through Line 23)	154,152,931	142,533,279
25. Protected cell liabilities		
26. Total liabilities (Line 24 and Line 25)	154,152,931	142,533,279
27. Aggregate write-ins for special surplus funds		
28. Common capital stock		
29. Preferred capital stock		
30. Aggregate write-ins for other than special surplus funds		
31. Surplus notes		
32. Gross paid in and contributed surplus		
33. Unassigned funds (surplus)	114,730,591	92,844,077
34. Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$)		
34.2 shares preferred (value included in Line 29 \$)		
35. Surplus as regards policyholders (Line 27 to Line 33, less Line 34) (Page 4, Line 39)	114,730,591	92,844,077
36. Totals (Page 2, Line 26, Column 3)	268,883,522	235,377,356
DETAILS OF WRITE-INS		
2301.		
2302.		
2303.		
2308. Summary of remaining write-ins for Line 23 from overflow page		
2309. Totals (Line 2301 through Line 2303 plus Line 2308) (Line 23 above)		
2701.		
2702.		
2703.		
2708. Summary of remaining write-ins for Line 27 from overflow page		
2709. Totals (Line 2701 through Line 2703 plus Line 2708) (Line 27 above)		
3001.		
3002.		
3003.		
3008. Summary of remaining write-ins for Line 30 from overflow page		
3009. Totals (Line 3001 through Line 3003 plus Line 3008) (Line 30 above)		

STATEMENT OF INCOME

	UNDERWRITING INCOME	
	1 Current Year	2 Prior Year
1. Premiums earned (Part 1, Line 34, Column 4)	81,305,534	74,060,976
DEDUCTIONS		
2. Losses incurred (Part 2, Line 34, Column 7)	38,336,792	39,324,233
3. Loss expenses incurred (Part 3, Line 25, Column 1)	9,215,602	9,641,571
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	26,742,405	23,664,751
5. Aggregate write-ins for underwriting deductions		
6. Total underwriting deductions (Line 2 through Line 5)	74,294,699	72,630,655
7. Net income of protected cells		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	7,010,835	1,430,421
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	5,016,630	3,522,838
10. Net realized capital gains (losses) less capital gains tax of \$ 89,325 (Exhibit of Capital Gains (Losses))	357,301	178,715
11. Net investment gain (loss) (Line 9 plus Line 10)	5,373,931	3,701,553
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$, amount charged off \$)		
13. Finance and service charges not included in premiums	1,058,197	920,380
14. Aggregate write-ins for miscellaneous income		
15. Total other income (Line 12 through Line 14)	1,058,197	920,380
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 8 plus Line 11 plus Line 15)	13,442,963	6,052,354
17. Dividends to policyholders	602,935	531,702
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	12,840,028	5,520,652
19. Federal and foreign income taxes incurred	2,531,894	648,000
20. Net income (Line 18 minus Line 19) (to Line 22)	10,308,134	4,872,652
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	92,844,073	84,691,566
GAINS AND (LOSSES) IN SURPLUS		
22. Net income (from Line 20)	10,308,134	4,872,652
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 5,873,513	11,401,525	2,681,312
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax	(1,302,990)	(1,094,728)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26, Column 3)	1,479,749	1,493,331
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)		
29. Change in surplus notes		
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles		
32. Capital changes:		
32.1 Paid in		
32.2 Transferred from surplus (Stock Dividend)		
32.3 Transferred to surplus		
33. Surplus adjustments:		
33.1 Paid in		
33.2 Transferred to capital (Stock Dividend)		
33.3 Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders		
36. Change in treasury stock (Page 3, Line 34, 1 and Line 34.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus		
38. Change in surplus as regards policyholders for the year (Line 22 through Line 37)	21,886,518	7,952,567
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 35)	114,730,591	92,644,073
DETAILS OF WRITE-INS		
0501		
0502		
0503		
0598. Summary of remaining write-ins for Line 5 from overflow page		
0599. Totals (Line 0501 through Line 0503 plus Line 0598) (Line 5 above)		
1401		
1402		
1403		
1498. Summary of remaining write-ins for Line 14 from overflow page		
1499. Totals (Line 1401 through Line 1403 plus Line 1498) (Line 14 above)		
3701		
3702		
3703		
3798. Summary of remaining write-ins for Line 37 from overflow page		
3799. Totals (Line 3701 through Line 3703 plus Line 3798) (Line 37 above)		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	82,203,896	74,403,880
2. Net investment income	4,831,483	4,812,636
3. Miscellaneous income	1,858,197	928,380
4. Total (Line 1 through Line 3)	88,193,676	79,938,896
5. Benefit and loss related payments	39,768,644	36,079,295
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	28,074,418	24,616,722
8. Dividends paid to policyholders	416,935	219,702
9. Federal and foreign income taxes paid (recovered) \$ net of tax on capital gains (losses)	2,407,500	760,000
10. Total (Line 5 through Line 9)	70,666,497	61,725,719
11. Net cash from operations (Line 4 minus Line 10)	17,527,179	18,211,177
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	9,549,624	12,461,795
12.2 Stocks	16,161,175	3,562,219
12.3 Mortgage loans	1,121,813	776,929
12.4 Real estate	93,275	
12.5 Other invested assets	84,729	4,328,662
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds	25,455	
12.8 Total investment proceeds (Line 12.1 through Line 12.7)	27,133,071	21,131,606
13. Cost of investments acquired (long-term only):		
13.1 Bonds	24,589,651	17,314,088
13.2 Stocks	22,148,323	14,945,762
13.3 Mortgage loans	338,600	507,963
13.4 Real estate	1,183,716	66,992
13.5 Other invested assets	40,000	240,000
13.6 Miscellaneous applications	185,684	500,000
13.7 Total investments acquired (Line 13.1 through Line 13.6)	48,505,984	33,574,805
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(21,372,913)	(12,442,999)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	(3,315,612)	(3,677,222)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(3,315,612)	(3,677,222)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	(7,161,346)	2,080,956
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of period	8,228,651	6,137,695
19.2 End of year (Line 18 plus Line 19.1)	1,067,305	8,228,651

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001		
20.0002		
20.0003		
20.0004		
20.0005		
20.0006		
20.0007		
20.0008		
20.0009		
20.0010		

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Column 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Column 5 Part 1A	4 Premiums Earned During Year (Columns 1 plus 2 minus 3)
1. Fire	1,070,410	607,377	556,896	1,020,891
2. Allied lines	315,415	136,247	155,096	296,566
3. Farmowners multiple peril	1,135,121	602,395	537,287	1,100,229
4. Homeowners multiple peril	15,416,289	7,389,743	7,922,589	14,883,443
5. Commercial multiple peril	15,282,223	6,939,548	7,176,590	15,045,181
6. Mortgage guaranty				
6. Ocean marine				
9. Inland marine	718,138	328,465	330,879	715,724
10. Financial guaranty				
11.1 Medical malpractice - occurrence				
11.2 Medical malpractice - claims-made				
12. Earthquake	32,610	15,865	16,591	31,884
13. Group accident and health				
14. Credit accident and health (group and individual)				
15. Other accident and health				
16. Workers' compensation	11,640,163	4,885,189	5,425,565	11,099,687
17.1 Other liability - occurrence	641,239	307,027	330,293	617,973
17.2 Other liability - claims-made				
18.1 Products liability - occurrence	(11,282)	3		(11,229)
18.2 Products liability - claims-made				
19.1, 19.2 Private passenger auto liability	14,592,294	5,820,216	6,241,953	14,170,557
19.3, 19.4 Commercial auto liability	5,671,379	2,606,976	2,711,716	5,566,639
21. Auto physical damage	17,370,558	6,708,466	7,317,285	16,761,739
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft	2,276	1,115	827	2,564
27. Boiler and machinery	3,129	1,365	808	3,686
28. Credit				
29. International				
30. Reinsurance - Nonproportional Assumed Property				
31. Reinsurance - Nonproportional Assumed Liability				
32. Reinsurance - Nonproportional Assumed Financial Lines				
33. Aggregate write-ins for other lines of business				
34. TOTALS	83,880,012	36,149,997	38,724,475	81,305,534
DETAILS OF WRITE-INS				
3301.				
3302.				
3303.				
3398. Summary of remaining write-ins for Line 33 from overflow page				
3399. Totals (Line 3301 through Line 3303 plus Line 3398) (Line 33 above)				

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A-RECAPITULATION OF ALL PREMIUMS

(a) Gross premiums (less reinsurance) and unearned premiums on all unexpired risks and reserve for return premiums under rate credit or retrospective rating plans based upon experience, viz:

Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (b)	2 Amount Unearned (Running More Than One Year from Date of Policy) (b)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Columns 1 + 2 + 3 + 4
1. Fire	566,896				566,896
2. Allied lines	155,096				155,096
3. Farmowners multiple peril	537,287				537,287
4. Homeowners multiple peril	7,922,569				7,922,569
5. Commercial multiple peril	7,176,590				7,176,590
6. Mortgage guaranty					
8. Ocean marine					
9. Inland marine	330,879				330,879
10. Financial guaranty					
11.1 Medical malpractice - occurrence					
11.2 Medical malpractice - claims-made					
12. Earthquake	16,591				16,591
13. Group accident and health					
14. Credit accident and health (group and individual)					
15. Other accident and health					
16. Workers' compensation	5,425,665				5,425,665
17.1 Other liability - occurrence	330,293				330,293
17.2 Other liability - claims-made					
18.1 Products liability - occurrence					
18.2 Products liability - claims-made					
19.1, 19.2 Private passenger auto liability	6,241,953				6,241,953
19.3, 19.4 Commercial auto liability	2,711,716				2,711,716
21. Auto physical damage	7,317,265				7,317,265
22. Aircraft (all perils)					
23. Fidelity					
24. Surety					
26. Burglary and theft	827				827
27. Boiler and machinery	808				808
28. Credit					
28. International					
30. Reinsurance - Nonproportional Assumed Property					
31. Reinsurance - Nonproportional Assumed Liability					
32. Reinsurance - Nonproportional Assumed Financial Lines					
33. Aggregate write-ins for other lines of business					
34. TOTALS	38,724,475				38,724,475
35. Accrued retrospective premiums based on experience					
36. Earned but unbilled premiums					
37. Balance (Sum of Line 34 through Line 36)					38,724,475
DETAILS OF WRITE-INS					
3301.					
3302.					
3303.					
3398. Summary of remaining write-ins for Line 33 from overflow page					
3399. Totals (Line 3301 through Line 3303 plus Line 3398) (Line 33 above)					

(a) By gross premiums is meant the aggregate of all the premiums written in the policies or renewals in force. Are they so returned in this statement? Yes (X) No ()

(b) State here basis of computation used in each case. Daily pro-rata

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B-PREMIUMS WRITTEN

Gross Premiums (Less Return Premiums), Including Policy and Membership Fees
Written and Renewed During Year

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Columns 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire	3,130,192	1,208,160		2,977,280	280,662	1,070,419
2. Allied lines	788,408	816,457		1,240,163	59,287	315,415
3. Farmowners multiple peril	2,885,806	3,085,982		4,557,077	279,270	1,135,121
4. Homeowners multiple peril	40,040,800	25,703,376		48,819,142	3,508,845	15,416,289
5. Commercial multiple peril	39,621,636	23,470,251		43,456,833	4,252,831	15,282,223
6. Mortgage guaranty						
8. Ocean marine						
9. Inland marine	2,004,157	1,263,788		2,372,032	177,775	716,138
10. Financial guaranty						
11.1 Medical malpractice - occurrence						
11.2 Medical malpractice - claims-made						
12. Earthquake	69,645	58,553		88,163	5,425	32,610
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation	25,996,682	18,463,902		31,826,877	1,993,554	11,640,163
17.1 Other liability - occurrence	8,944,466	1,055,542		2,435,070	6,023,699	841,239
17.2 Other liability - claims-made						
18.1 Products liability - occurrence	(37,871)	13,720		(11,479)	(1,540)	(11,232)
18.2 Products liability - claims-made						
19.1, 19.2 Private passenger auto liability	32,630,483	33,252,356		49,405,919	1,884,626	14,592,294
19.3, 19.4 Commercial auto liability	12,878,849	10,623,165		17,149,553	680,882	5,671,379
21. Auto physical damage	37,868,701	39,288,197		59,359,360	366,980	17,370,558
22. Aircraft (all perils)						
23. Fidelity						
24. Surety						
26. Burglary and theft	7,324	20,528		25,608	(32)	2,276
27. Boiler and machinery	370,409	3,397		7,687	362,990	3,429
28. Credit						
29. International						
30. Reinsurance - Nonproportional Assumed Property	X X X					
31. Reinsurance - Nonproportional Assumed Liability	X X X	65,442		65,442		
32. Reinsurance - Nonproportional Assumed Financial Lines	X X X					
33. Aggregate write-ins for other lines of business						
34. TOTALS	207,149,197	158,390,795		261,774,727	19,865,254	83,680,012
DETAILS OF WRITE-INS						
3301.						
3302.						
3303.						
3388. Summary of remaining write-ins for Line 33 from overflow page						
3389. Totals (Line 3301 through Line 3303 plus Line 3388) (Line 33 above)						

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes () No (X)
 If yes: 1. The amount of such installment premiums \$
 2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Column 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Columns 4 plus 5 minus 6)	8 Percentage of Losses Incurred to Premiums Earned (Column 7, Part 2) to Premiums Earned (Column 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Columns 1 plus 2 minus 3)				
1. Fire	772,042	621,645	1,098,517	255,171	85,989	59,070	322,090	31.5
2. Allied lines	1,510,367	988,217	515,124	124,410	38,932	34,542	128,800	43.4
3. Firemen's multiple perils	1,510,367	1,055,882	2,624,445	591,740	161,740	398,851	275,193	25.0
4. Firemen's multiple perils	6,216,613	12,828,195	21,038,139	7,007,670	2,989,918	1,498,141	6,509,147	43.7
5. Commercial multiple perils	13,127,487	6,884,438	15,145,088	4,668,137	8,772,878	8,304,173	5,134,842	34.1
6. Garage guaranty								
7. Ocean marine								
8. Health marine								
9. Aircraft	464,081	280,508	565,118	168,171	72,888	38,884	201,165	28.1
10. Financial guaranty								
11. Medical malpractice - occurrences								
11.1 Medical malpractice - claims-made								
11.2 Medical malpractice - claims-made								
12. Earthquake								
13. Group accident and health								
14. Other accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation	12,191,989	9,819,572	15,624,716	6,386,845	14,889,444	14,830,406	6,545,883	59.0
17. Other liability - occurrences	1,070,302	77,593	1,125,834	21,091	275,829	383,230	(96,400)	(15.6)
17.1 Other liability - claims-made								
17.2 Products liability - occurrences								
18.1 Products liability - claims-made								
18.2 Products liability - occurrences	21,847,815	21,838,449	34,422,534	10,361,730	16,355,345	17,775,736	9,521,279	67.2
19.1, 19.2 Private passenger auto liability	4,424,991	6,885,552	8,252,109	3,154,434	6,388,081	6,981,593	2,624,562	47.1
19.3, 19.4 Commercial auto liability	14,972,616	17,037,793	24,786,889	7,218,810	326,756	374,410	7,168,155	42.8
20. Auto physical damage								
21. Aircraft (all perils)								
22. Fidelity								
23. Surety	12,850	4,229	13,224	3,855		1,800	2,055	81.1
24. Burglary and theft								
25. Boiler and machinery								
26. Credit								
27. International								
28. Reinsurance - Nonproportional Assumed Property								
29. Reinsurance - Nonproportional Assumed Liability	XXX	60,056	60,056					
30. Reinsurance - Nonproportional Assumed Financial Lines	XXX							
31. Reinsurance - Nonproportional Assumed Financial Lines	XXX							
32. Aggregate write-ins for other lines of business								
33. TOTALS	88,922,410	78,393,971	127,373,613	39,968,828	81,919,570	52,381,846	38,385,782	47.2

DETAILS OF WRITE-INS

3381.
3382.
3383.
3386. Summary of remaining write-ins for Line 33 from overflow page
3389. Totals (Line 3381 through Line 3383 plus Line 3386) (Line 33 above)

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT
 PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses			Incurred But Not Reported			6	9
	1	2	3	4	5	6			7
	Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable from Authorized and Unaffiliated Companies	Net Losses Excluding Incurred But Not Reported (Column 1 plus 2 minus 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Column 4 plus 5 plus 6 minus 7)
1. Fire	748,053	129,820	293,035	85,989	50,000	60,000	100,000	85,989
2. Allied lines	59,408	31,126	19,235	19,235	70,000	30,000	60,000	38,922
3. Farmers multiple peril	289,728	571,171	759,337	85,749	50,000	50,000	50,000	61,746
4. Homeowners multiple peril	7,183,180	4,881,350	9,599,611	2,630,919	725,000	500,000	1,075,000	2,889,918
5. Commercial multiple peril	20,455,019	10,368,849	21,093,334	6,162,879	1,800,000	1,650,000	2,168,000	6,772,878
6. Reverage guaranty								
7. Ocean marine								
8. Inland marine								
9. Financial guaranty	121,827	42,899	125,918	37,888	120,000	80,000	165,000	71,889
10. Medical malpractice - occurrence								
11. Medical malpractice - claims-made								
12. Excess								
13. Crop accident and health								
14. Other accident and health (group and individual)								
15. Other accident and health								
16. Other compensation								
17. Marine	24,801,772	17,165,889	30,578,137	11,489,444	11,500,000	3,500,000	11,800,000	14,989,444
18. Other liability - occurrence	2,117,876	285,179	2,412,817	200,829	1,350,000	800,000	1,775,000	275,829
19. Other liability - claims-made								
20. Products liability - occurrence								
21. Products liability - claims-made								
22. Private passenger auto liability	38,731,817	25,256,271	47,592,743	16,035,345	1,650,000	3,500,000	4,700,000	16,535,345
23. Commercial auto liability	9,741,951	9,589,427	13,723,352	5,619,081	2,000,000	1,800,000	3,600,000	6,398,081
24. Auto physical damage	387,947	567,723	176,871	179,756	325,000	675,000	650,000	329,756
25. Aircraft (all perils)								
26. Fidelity								
27. Surety								
28. Burglary and theft								
29. Boiler and machinery								
30. Credit								
31. International								
32. Reinsurance - Nonproportional Assumed Property	XXX	249,319	249,319	XXX	XXX	300,000	300,000	XXX
33. Reinsurance - Nonproportional Assumed Liability	XXX			XXX				XXX
34. Reinsurance - Nonproportional Assumed Financial Lines	XXX			XXX				XXX
35. Aggregate write-ins for other lines of business								
TOTALS	104,183,130	69,556,874	122,055,194	41,689,810	19,800,000	12,825,000	26,175,000	51,919,810

(a) Including \$ for present value of life indemnity claims.

DETAILS OF WRITE-INS

3391.	
3392.	
3393.	
3398.	Summary of remaining write-ins for Line 33 from overflow page
3399.	Totals (Line 3301 through Line 3305 plus Line 3398) (Line 33 above)

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct.....	14,235,159			14,235,159
1.2 Reinsurance assumed.....	590,331			590,331
1.3 Reinsurance ceded.....	11,005,849			11,005,849
1.4 Net claim adjustment services (Line 1.1 plus Line 1.2 minus Line 1.3).....	3,819,641			3,819,641
2. Commission and brokerage:				
2.1 Direct excluding contingent.....		26,431,967		26,431,967
2.2 Reinsurance assumed excluding contingent.....		9,262,081		9,262,081
2.3 Reinsurance ceded excluding contingent.....		25,574,536		25,574,536
2.4 Contingent - direct.....		8,705,072		8,705,072
2.5 Contingent - reinsurance assumed.....		3,447,838		3,447,838
2.6 Contingent - reinsurance ceded.....		8,507,037		8,507,037
2.7 Policy and membership fees.....				
2.8 Net commission and brokerage (Line 2.1 plus Line 2.2 minus Line 2.3 plus Line 2.4 plus Line 2.5 minus Line 2.6 plus Line 2.7).....		13,765,385		13,765,385
3. Allowances to manager and agents.....		222,819		222,819
4. Advertising.....		417,221		417,221
5. Boards, bureaus and associations.....		547,859		547,859
6. Surveys and underwriting reports.....		1,151,814		1,151,814
7. Audit of assureds' records.....				
8. Salary and related items:				
8.1 Salaries.....	2,941,687	4,340,254	440,089	7,722,030
8.2 Payroll taxes.....	218,058	321,729	32,623	572,410
9. Employees relations and welfare.....	371,356	547,809	55,566	974,821
10. Insurance.....	46,755	68,884	6,995	122,734
11. Directors' fees.....	41,565	61,327	6,218	109,110
12. Travel and travel items.....	114,434	206,344	17,119	337,897
13. Rent and rent items.....	171,983	253,749	25,729	451,461
14. Equipment.....	454,648	685,555	69,513	1,219,716
15. Cost or depreciation of EDP equipment and software.....	819,241	1,317,520	107,736	2,244,497
16. Printing and stationery.....	49,021	72,326	7,334	128,681
17. Postage, telephone and telegraph, exchange and express.....	157,113	231,809	23,504	412,426
18. Legal and auditing.....		387,663		387,663
19. Totals (Line 3 through Line 18).....	5,395,861	10,834,102	792,416	17,022,379
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$ 152,567.....		1,575,992		1,575,992
20.2 Insurance department licenses and fees.....		178,723		178,723
20.3 Gross guaranty association assessments.....				
20.4 All other (excluding federal and foreign income and real estate).....		58,123		58,123
20.5 Total taxes, licenses and fees (Line 20.1 plus Line 20.2 plus Line 20.3 plus Line 20.4).....		1,812,838		1,812,838
21. Real estate expenses.....			1,067,034	1,067,034
22. Real estate taxes.....			204,562	204,562
23. Reimbursements by uninsured accident and health plans.....				
24. Aggregate write-ins for miscellaneous expenses.....		330,080	236,899	566,979
25. Total expenses incurred.....	9,215,502	26,742,405	2,250,911	38,248,818
26. Less unpaid expenses - current year.....	11,805,000	19,426,172	40,000	31,171,172
27. Add unpaid expenses - prior year.....	12,070,000	15,708,363	40,000	27,818,363
28. Amounts receivable relating to uninsured accident and health plans, prior year.....				
29. Amounts receivable relating to uninsured accident and health plans, current year.....				
30. TOTAL EXPENSES PAID (Line 25 minus Line 26 plus Line 27 minus Line 28 plus Line 29).....	9,480,502	23,124,596	2,230,911	34,836,009
DETAILS OF WRITE-INS				
2401. Investment expense.....		330,080		330,080
2402. Miscellaneous expense.....			236,899	236,899
2403.....				
2404. Summary of remaining write-ins for Line 24 from overflow page.....				
2405. Totals (Line 2401 through Line 2403 plus Line 2404) (Line 24 above).....		330,080	236,899	566,979

(a) Includes management fees of \$ to affiliates and \$ to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1	2
	Collected During Year	Earned During Year
1. U.S. Government bonds	(e) 408,889	459,257
1.1 Bonds exempt from U.S. tax	(e) 13,252	13,648
1.2 Other bonds (unaffiliated)	(e) 1,137,674	1,087,922
1.3 Bonds of affiliates	(e)	
2.1 Preferred stocks (unaffiliated)	(b) 187,503	189,419
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	(b) 133,469	134,161
2.21 Common stocks of affiliates	(b) 3,171,581	4,006,613
3. Mortgage loans	(c) 281,450	281,450
4. Real estate	(d) 1,476,717	1,476,717
5. Contract loans	(e)	
6. Cash, cash equivalents and short-term investments	(e) 379,739	383,601
7. Derivative instruments	(f)	
8. Other invested assets	(e) 6,362	8,921
9. Aggregate write-ins for investment income		
10. Total gross investment income	7,196,586	8,041,389
11. Investment expenses		(g) 2,230,911
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i) 733,768
15. Aggregate write-ins for deductions from investment income		
16. Totals deductions (Line 11 through Line 15)		3,024,679
17. Net investment income (Line 10 minus Line 16)		5,016,630
DETAILS OF WRITE-INS		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Line 1501 through Line 1503 plus Line 1598) (Line 15 above)		

(a) Includes \$ accrual of discount less \$ 25,797 amortization of premium and less \$ 83,516 paid for accrued interest on purchases.
 (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
 (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
 (d) Includes \$ 1,440,000 for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
 (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.

(f) Includes \$ accrual of discount less \$ amortization of premium.
 (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
 (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
 (i) Includes \$ 733,768 depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4
	Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Increases (Decreases) by Adjustment	Total
1. U.S. Government bonds				
1.1 Bonds exempt from U.S. tax				
1.2 Other bonds (unaffiliated)	(73,331)			(73,331)
1.3 Bonds of affiliates				
2.1 Preferred stocks (unaffiliated)	(162,112)		(94,729)	(256,841)
2.11 Preferred stocks of affiliates				
2.2 Common stocks (unaffiliated)	682,044		428,373	1,110,417
2.21 Common stocks of affiliates	25		16,941,402	16,941,427
3. Mortgage loans				
4. Real estate				
5. Contract loans				
6. Cash, cash equivalents and short-term investments				
7. Derivative instruments				
8. Other invested assets				
9. Aggregate write-ins for capital gains (losses)				
10. Total capital gains (losses)	446,626		17,275,046	17,721,672
DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page				
0999. Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)				

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens	162,740	208,853	27,113
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Other invested assets (Schedule BA)	391,522	418,737	27,215
8. Receivable for securities			
9. Aggregate write-ins for invested assets			
10. Subtotals: cash and invested assets (Line 1 to Line 9)	674,262	628,590	54,328
11. Title plants (for Title insurers only)			
12. Investment income due and accrued			
13. Premiums and considerations:			
13.1 Uncollected premiums and agents' balances in the course of collection	995,978	827,608	(168,365)
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
13.3 Accrued retrospective premiums			
14. Reinsurance:			
14.1 Amounts recoverable from reinsurers			
14.2 Funds held by or deposited with reinsured companies			
14.3 Other amounts receivable under reinsurance contracts			
15. Amounts receivable relating to uninsured plans			
16.1 Current federal and foreign income tax recoverable and interest thereon			
16.2 Net deferred tax asset			
17. Guaranty funds receivable or on deposit			
18. Electronic data processing equipment and software	5,018,483	6,471,654	1,452,571
19. Furniture and equipment, including health care delivery assets	731,285	872,500	141,215
20. Net adjustment in assets and liabilities due to foreign exchange rates			
21. Receivable from parent, subsidiaries and affiliates			
22. Health care and other amounts receivable			
23. Aggregate write-ins for other than invested assets			
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 10 to Line 23)	7,320,003	8,799,752	1,479,749
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
26. Total (Line 24 and Line 25)	7,320,003	8,799,752	1,479,749
DETAILS OF WRITE-INS			
0901			
0902			
0903			
0998. Summary of remaining write-ins for Line 9 from overflow page			
0999. Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)			
2301			
2302			
2303			
2398. Summary of remaining write-ins for Line 23 from overflow page			
2399. Totals (Line 2301 through Line 2303 plus Line 2398) (Line 23 above)			

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of Donegal Mutual Insurance Company are presented on the basis of accounting practices prescribed or permitted by the Pennsylvania Insurance Department.

The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures manual (NAIC SAP) has been adopted as a component of the prescribed or permitted practices by the Commonwealth of Pennsylvania.

B. Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. Actual results could differ from those estimates.

C. Accounting Policy

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by the daily pro-rata method.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the company uses the following accounting policies:

- (1) Bonds and short-term investments are stated at amortized cost.
- (2) Preferred and common stocks are stated at fair market value.
- (3) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.

2. Accounting Changes and Corrections of Errors

None

3. Business Combinations and Goodwill

None

4. Discontinued Operations

None

5. Investments

Mortgage loans are carried at unpaid principal balance. Interest rates on new loans in 2005 were 5.875%.

6. Joint Ventures, Partnerships and Limited Liability Companies

None

7. Investment Income

No investment income was excluded from surplus.

8. Derivative Instruments

None

9. Income Taxes

A. The components of the net deferred tax asset/(liability) at December 31 are as follows:

	<u>12/31/05</u>	<u>12/31/04</u>
(1) Total of all deferred tax assets (admitted and nonadmitted)	12,351,818	14,342,223
(2) Total of all deferred tax liabilities	25,404,156	20,216,158
(3) Total deferred tax assets nonadmitted in accordance w/ SSAP No. 10, Income Taxes	0	0
(4) Total admitted deferred tax assets (liabilities)	(13,052,338)	(5,875,935)
(4) Increase (decrease) in deferred tax assets nonadmitted	0	0

B. There are no temporary differences as of December 31, 2005, which would give rise to the recognition of a DTL for amounts described in paragraph 31 of FAS 109.

C. Current income taxes incurred consist of the following major components:

	<u>12/31/05</u>	<u>12/31/04</u>
(1) Current year expense	2,621,600	648,000
(2) Foreign taxes paid	0	0
(3) Prior year accrual variance	(381)	0
Total current income taxes incurred	2,621,219	648,000

NOTES TO FINANCIAL STATEMENTS

The main components of the December 31 deferred tax amounts are as follows:

Deferred Tax Assets:	Statutory	Tax	Difference	Tax Effect
Unearned premium reserve	38,724,475	30,582,962	8,141,513	2,768,115
Loss discounting	62,824,810	55,582,127	7,242,683	2,462,512
Salvage recoverable	0	2,204,898	2,204,898	749,665
Guaranty fund liability	1,960,118	0	1,960,118	666,440
Net operating loss carryover	0	0	0	0
Non-admitted assets	0	7,320,003	7,320,003	2,488,801
Minimum tax credit carryover				3,216,285

Total DTA's 12,351,818

DTA's non-admitted 0

Deferred Tax Liabilities:	Statutory	Tax	Difference	Tax Effect
Unrealized gains	70,419,867	0	70,419,867	23,942,755
Depreciation	30,836,970	27,756,055	3,080,915	1,047,511
Premium tax recoverable	1,047,000	0	1,047,000	355,980
Other				57,910
Total DTL's				25,404,156

The changes in main components of DTA's and DTL's are as follows:

DTA's resulting from book/tax differences in	12/31/05	12/31/04	Change
Unearned premium reserve	2,768,115	2,586,648	181,467
Loss discounting	2,462,512	2,747,429	(284,917)
Salvage recoverable	749,665	748,772	893
Guaranty fund liability	666,440	683,404	(16,964)
Net operating loss carryover	0	3,936,054	(3,936,054)
Non-admitted assets	2,488,801	2,991,916	(503,115)
Minimum tax credit carryover	3,216,285	648,000	2,568,285

Total DTA's 12,351,818 14,342,223 (1,990,405)

DTA's non-admitted 0 0 0

DTL's resulting from book/tax differences in	12/31/05	12/31/04	Change
Unrealized gains	23,942,755	18,069,242	5,873,513
Depreciation	1,047,511	1,781,794	(734,283)
Premium tax recoverable	355,980	366,180	(10,200)
Other	57,910	942	56,968

Total DTL's 25,404,156 20,218,158 5,185,998

- D. The following is a reconciliation of significant items that account for the differences between pre-tax net income at the federal statutory rate of 34 percent and the sum of current income tax incurred and the change in DTA's and DTL's:

	Amount	Tax Effect
Pre-tax net income	12,929,353	4,395,980

Reconciling items:

Dividends received deduction	(3,282,711)	(1,116,122)
Tax exempt interest income	(13,048)	(4,436)
Proration adjustment	394,158	134,014
Nondeductible expenses	56,845	19,327
Change in non-admitted assets	1,479,749	503,115
Other		(7,769)
Total		3,924,109

Current income tax expense incurred	2,531,894
Change in deferred income tax	1,302,890

Total 3,924,109

- E. (1) At December 31, 2005, the Company did not have any operating loss carryforwards. The Company had a minimum tax credit carryforward of \$3,216,285 as of December 31, 2005.
- (2) The following are income taxes incurred in the current and prior years that will be available for recoupment in the event of future losses:

2005 (current year)	2,359,400
2004 (current year-1)	540,000

- F. The Company's federal income tax return is consolidated with Commonwealth Insurance Services and Darke County Insurance Agency. The Company and these affiliates are parties to a Tax Sharing Agreement pursuant to which the current income tax expense or benefit is allocated on the basis of the calculated tax liability or benefit of each member. Intercompany tax balances are settled annually after the consolidated tax return is finalized.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. The Company owns 48% of Donegal Group Inc., an insurance holding company domiciled in the State of Delaware.
- B. The Company has no direct subsidiaries.

NOTES TO FINANCIAL STATEMENTS

- C. The Company and Atlantic States are parties to an Expense Sharing Agreement that generally results in the sharing of their expenses according to their proportionate share of pooled business. The Company and Donegal Group Inc., Southern Insurance Company of Virginia and Le Mars Insurance Company are parties to a Services Allocation Agreement whereby the Company provides facilities, management, employees and other services to these affiliates. During 2005, the Company's affiliates reimbursed the Company a total of \$44,762,576 related to these agreements. Amounts due from affiliates related to these agreements totaled \$3,212,559 as of December 31, 2005. Such amounts are customarily reimbursed on a monthly basis.

11. Debt

None

12. Retirement Plans, Deferred Compensation, Postretirement Benefits and Compensated Absences and Other Postretirement Benefit Plans

- A. The Company has a 401(k) plan whereby the Company matches voluntary employee contributions at a rate of 100% of amounts up to 3% of an employee's compensation and 50% of amounts from 3% to 9% of an employee's compensation.

B. The Company does not have a deferred compensation plan.

C. The Company does not have any other postretirement benefit plans.

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

The Company is a mutual insurance company. The company does not issue participating policies. The Company has no surplus debentures outstanding.

14. Contingencies

The Company has received notification of the insolvencies of several insurance companies. It is expected that the insolvencies will result in substantial guaranty fund assessments against the Company. At this time, the Company is carrying liabilities of \$2,056,500 offset by premium tax offsets receivable of \$1,047,000 related to these assessments.

15. Leases

None

16. Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

None

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

None

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans

None

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

None

20. September 11 Events

None

21. Other Items

None

22. Events Subsequent

None

23. Reinsurance

A. Unsecured Reinsurance Recoverables

The following schedule shows reinsurers for whom the unsecured aggregate recoverable for losses, paid and unpaid, including IBNR, loss adjustment expenses and unearned premium exceeds 3% of the Company's unassigned funds (surplus) as of December 31, 2004:

NAME OF REINSURER	NAIC#	FEDERAL IDENTIFICATION NUMBER	UNSECURED AGGREGATE RECOVERABLE
Atlantic States Insurance Company	22586	23-2430426	\$214,317,000
Southern Insurance Company of Virginia	26867	54-0386765	54,238,000
Le Mars Insurance Company	14389	42-0376770	19,605,000
Partner RE	38636	13-3031176	6,031,000
Dorinco Reinsurance Company	33499	38-2146698	5,730,000
Odyssey RE	25070	13-2781282	3,518,000

The unsecured aggregate recoverables from Southern Insurance Company of \$54,238,000 and from Le Mars Insurance Company of \$19,605,000 result from 100% retrocessional reinsurance agreements.

NOTES TO FINANCIAL STATEMENTS

- B. The following schedule shows the maximum amount of return commission which would have been due reinsurers if they or the Company had cancelled all of the Company's reinsurance or insurance assumed as of the end of the period covered by this annual statement with the return of the unearned premium reserve:

	ASSUMED		CEDED		NET	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
Affiliates	79,657,217	4,369,771	131,841,307	10,847,682	(52,184,090)	(6,477,911)
All Other	-0-	-0-	3,309,188	846,225	(3,309,188)	(846,225)
Total	79,657,217	4,369,771	135,150,495	11,693,907	(55,493,276)	(7,324,136)

Direct Unearned Premium Reserve \$94,217,753

- C. Additional or return commission, predicated on loss experience or on any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements are accrued as follows:

	DIRECT	REINSURANCE		NET
		Assumed	Ceded	
Contingent Commission	11,275,000	-0-	-0-	11,275,000
Sliding Scale Adjustments	-0-	-0-	-0-	-0-
Other Profit Commission Adjustments	-0-	-0-	-0-	-0-
Total	11,275,000			11,275,000

- D. There are no reinsurance recoverables in dispute, uncollectible reinsurance, commutation of ceded reinsurance or retroactive reinsurance.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

None

25. Change in Incurred Losses and Loss Adjustment Expense

Incurred losses and loss adjustment expenses attributable to insured events of prior years decreased by \$3,110,000 as a result of individual claim settlements and reestimation of unpaid losses and loss adjustment expenses. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements

The Company and Atlantic States Insurance Company are parties to an Intercompany Pooling Agreement whereby Atlantic States currently cedes 100% of its insurance business to the Company and assumes back 70% of the pooled business of the two companies.

27. Structured Settlements

None

28. Health Care Receivables

None

29. Participating Policies

None

30. Premium Deficiency Reserves

None

31. High Deductibles

None

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjusting Expenses

None

33. Asbestos/Environmental Reserves

None

34. Subscriber Savings Accounts

None

35. Multiple Peril Crop Insurance

None

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	15,642,457	7.488	15,642,457	7.508
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies				
1.22 Issued by U.S. government sponsored agencies				
1.3 Foreign government (including Canada, excluding mortgage-backed securities)				
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	10,100	0.005	10,100	0.005
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	205,105	0.098	205,105	0.098
1.43 Revenue and assessment obligations	4,672,610	2.237	4,672,610	2.243
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA				
1.512 Issued or guaranteed by FNMA and FHLMC	19,157,975	9.171	19,157,975	9.196
1.513 All other				
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA				
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521				
1.523 All other				
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	4,445,331	2.128	4,445,331	2.134
2.2 Unaffiliated foreign securities				
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds				
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated	2,186,561	1.051	2,186,561	1.054
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated	125,108,844	59.899	125,108,844	60.055
3.32 Unaffiliated	8,076,138	3.866	8,076,138	3.877
3.4 Other equity securities:				
3.41 Affiliated				
3.42 Unaffiliated				
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties				
4.4 Multifamily residential properties	3,523,876	1.687	3,341,136	1.604
4.5 Commercial loans				
4.6 Mezzanine real estate loans				
5. Real estate investments:				
5.1 Property occupied by company	23,004,907	11.012	23,004,907	11.043
5.2 Property held for production of income (including \$ of property acquired in satisfaction of debt)	518,609	0.249	518,609	0.249
5.3 Property held for sale (including \$ property acquired in satisfaction of debt)				
6. Contract loans				
7. Receivables for securities	185,694	0.089	185,694	0.089
8. Cash, cash equivalents and short-term investments	1,067,305	0.511	1,067,305	0.512
9. Other invested assets	1,083,401	0.519	691,879	0.332
10. Total invested assets	208,898,913	100.000	208,324,651	100.000

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an Insurer? Yes (X) No ()
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes () No (X) N/A ()
- 1.3 State Regulating? Pennsylvania
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes () No (X)
- 2.2 If yes, date of change:
 If not previously filed, furnish herewith a certified copy of the instrument as amended.
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2004
- 3.2 State the as of date of the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2004
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 06/11/2002
- 3.4 By what department or departments?
 Pennsylvania Insurance Department
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes () No (X)
- 4.12 renewals? Yes () No (X)
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes () No (X)
- 4.22 renewals? Yes () No (X)
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes () No (X)
- 5.2 If yes, provide name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....		
.....		
.....		

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) Yes () No (X)
- 6.2 If yes, give full information:

- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes () No (X)
- 7.2 If yes,
- 7.21 State the percentage of foreign control;
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g. individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity
.....	
.....	
.....	

GENERAL INTERROGATORIES

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes () No (X)

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes (X) No ()

8.4 If response to 8.3 is yes, please provide the names and location (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency (i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)) and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
Province Bank	Marietta, PA.....			X.....		
.....					
.....					

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

KPMG LLP
 1601 Market Street, Philadelphia, PA 19103

10. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with a(n) actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

Kevin C. McAlister, KPMG LLP
 100 Matsonford Road, Radnor, PA 19087-4668

11.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes () No (X)

11.11 Name of real estate holding company

11.12 Number of parcels involved

11.13 Total book/adjusted carrying value \$

11.2 If yes, provide explanation

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

12.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

12.2 Does this statement contain all business transacted for the reporting entity through its United States branch on risks wherever located? Yes () No ()

12.3 Have there been any changes made to any of the trust indentures during the year? Yes () No ()

12.4 If answer to (12.3) is yes, has the domiciliary or entry state approved the changes? Yes () No () N/A (X)

BOARD OF DIRECTORS

13. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes (X) No ()

14. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes (X) No ()

15. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees, or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes (X) No ()

FINANCIAL

16.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

16.11 To directors or other officers \$
 16.12 To stockholders not officers \$
 16.13 Trustees, supreme or grand (Fraternal only) \$

16.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):

16.21 To directors or other officers \$
 16.22 To stockholders not officers \$
 16.23 Trustees, supreme or grand (Fraternal only) \$

17.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes () No (X)

17.2 If yes, state the amount thereof at December 31 of the current year:

17.21 Rented from others \$
 17.22 Borrowed from others \$
 17.23 Leased from others \$
 17.24 Other \$

Disclose in Notes to Financial Statements the nature of each obligation.

18.1 Does this statement include payments for assessments as described in the Annual Statement instructions other than guaranty fund or guaranty association assessments? Yes () No (X)

18.2 If answer is yes:

18.21 Amount paid as losses or risk adjustment \$
 18.22 Amount paid as expenses \$
 18.23 Other amounts paid \$

19.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes (X) No ()

19.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$

GENERAL INTERROGATORIES

INVESTMENT

20.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date, except as shown by Schedule E - Part 3 - Special Deposits? Yes (X) No ()

20.2 If no, give full and complete information relating thereto:

21.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, except as shown on the Schedule E - Part 3 - Special Deposits, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 17.1) Yes () No (X)

21.2 If yes, state the amount thereof at December 31 of the current year:

21.21	Loaned to others	\$
21.22	Subject to repurchase agreements	\$
21.23	Subject to reverse repurchase agreements	\$
21.24	Subject to dollar repurchase agreements	\$
21.25	Subject to reverse dollar repurchase agreements	\$
21.26	Pledged as collateral	\$
21.27	Placed under option agreements	\$
21.28	Letter stock or securities restricted as to sale	\$
21.29	Other	\$

21.3 For category (21.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount
.....
.....
.....

22.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes () No (X)

22.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? if no, attach a description with this statement. Yes () No () N/A (X)

23.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes () No (X)

23.2 If yes, state the amount thereof at December 31 of the current year. \$

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

26. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value of statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
26.1 Bonds	\$ 49,894,828	\$ 49,620,535	\$ (274,293)
26.2 Preferred stocks	\$ 2,196,561	\$ 2,196,561	\$
26.3 Totals	\$ 52,091,389	\$ 51,817,096	\$ (274,293)

26.4 Describe the sources or methods utilized in determining the fair values:

.....

27.1 Have all the filing requirements of the Purposes and Procedures manual of the NAIC Securities Valuation Office been followed?

Yes (X) No ()

27.2 If no, list exceptions:

.....

OTHER

28.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?

\$ 2,086,079

28.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
Insurance Services Office, Inc.	\$ 613,414
.....	\$
.....	\$
.....	\$

29.1 Amount of payments for legal expenses, if any?

\$ 103,378

29.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Duane, Morris	\$ 103,378
.....	\$
.....	\$
.....	\$

30.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?

\$

30.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies officers or department of government during the period covered by this statement.

1 Name	2 Amount Paid
.....	\$
.....	\$
.....	\$
.....	\$

GENERAL INTERROGATORIES
PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes () No (X)
 1.2 If yes, indicate premium earned on U.S. business only. \$
 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$

1.31 Reason for excluding:

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Line (1.2) above. \$

1.5 Indicate total incurred claims on all Medicare Supplement Insurance. \$

1.6 Individual policies:

Most current three years:

- 1.61 Total premium earned \$
 1.62 Total incurred claims \$
 1.63 Number of covered lives

All years prior to most current three years:

- 1.64 Total premium earned \$
 1.65 Total incurred claims \$
 1.66 Number of covered lives

1.7 Group policies:

Most current three years:

- 1.71 Total premium earned \$
 1.72 Total incurred claims \$
 1.73 Number of covered lives

All years prior to most current three years:

- 1.74 Total premium earned \$
 1.75 Total incurred claims \$
 1.76 Number of covered lives

2. Health Test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator	\$	\$
2.2 Premium Denominator	\$	\$
2.3 Premium Ratio (Line 2.1/Line 2.2)
2.4 Reserve Numerator	\$	\$
2.5 Reserve Denominator	\$	\$
2.6 Reserve Ratio (Line 2.4/Line 2.5)

3.1 Does the reporting entity issue both participating and non-participating policies? Yes () No (X)

3.2 If yes, state the amount of calendar year premiums written on:

- 3.21 Participating \$
 3.22 Non-participating policies \$

4. For Mutual Reporting Entities and Reciprocal Exchange only:

4.1 Does the reporting entity issue assessable policies? Yes () No (X)

4.2 Does the reporting entity issue non-assessable policies? Yes () No ()

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. \$

5. For Reciprocal Exchanges only:

5.1 Does the exchange appoint local agents? Yes () No ()

5.2 If yes, is the commission paid:

- 5.21 Out of Attorney's-in-fact compensation Yes () No () N/A (X)
 5.22 As a direct expense of the exchange Yes () No () N/A (X)

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes () No ()

5.5 If yes, give full information.

GENERAL INTERROGATORIES
PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
 Various reinsurance contracts in place through 12/31/2005.
- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.
 RMS Hurricane Risk Assessment utilized to estimate probable loss.
- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
 Catastrophe reinsurance program in place based upon maximum probable loss.
- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes (X) No ()
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss.
- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes () No (X)
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions.
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes () No (X)
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes () No (X)
- 8.2 If yes, give full information.
- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 3% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 3% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
 (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
 (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
 (c) Aggregate stop loss reinsurance coverage;
 (d) An unconditional or unilateral right by either party to commute the reinsurance contract except for such provisions which are only triggered by a decline in the credit status of the other party;
 (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
 (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes () No (X)
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
 (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement, or
 (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates. Yes () No (X)
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
 (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
 (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
 (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 30 of SSAP No. 62, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
 (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes () No (X)
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.

GENERAL INTERROGATORIES
PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original reporting entity would have been required to charge had it retained the risks. Has this been done? Yes (X) No () N/A
- 11.1 Has this reporting entity guaranteed policies issued by any other entity and now in force? Yes () No (X)
- 11.2 If yes, give full information.

- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 13.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
- | | |
|---|----------|
| 12.11 Unpaid losses | \$ |
| 12.12 Unpaid underwriting expenses (including loss adjustment expenses) | \$ |
- 12.2 Of the amount on Line 13.3 of the asset schedule, Page 2, state the amount which is secured by letters of credit, collateral and other funds: \$
- 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes () No (X) N/A
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- | | |
|------------|--------|
| 12.41 From |% |
| 12.42 To |% |
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by the reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes () No (X)
- 12.6 If yes, state the amount thereof at December 31 of the current year:
- | | |
|----------------------------------|----------|
| 12.61 Letters of credit | \$ |
| 12.62 Collateral and other funds | \$ |
- 13.1 What amount of installment notes is owned and now held by the reporting entity? \$
- 13.2 Have any of these notes been hypothecated, sold or used in any manner as security for money loaned within the past year? Yes () No (X)
- 13.3 If yes, what amount? \$
- 14.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$ 111,000
- 14.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes () No (X)
- 14.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. 3
- 15.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes () No (X)
- 15.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:

- 15.3 If the answer to 15.1 is yes, are the methods described in item 15.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes () No (X)
- 15.4 If the answer to 15.3 is no, are the methods described in 15.2 entirely contained in written agreements? Yes () No (X)
- 15.5 If the answer to 15.4 is no, please explain:

- 16.1 Has the reporting entity guaranteed any financed premium accounts? Yes () No (X)
- 16.2 If yes, give full information.

GENERAL INTERROGATORIES
PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

17.1 Does the reporting entity write any warranty business?

Yes () No (X)

If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
17.11 Home	\$	\$	\$	\$	\$
17.12 Products	\$	\$	\$	\$	\$
17.13 Automobile	\$	\$	\$	\$	\$
17.14 Other*	\$	\$	\$	\$	\$

* Disclose type of coverage:

.....

18.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that it excludes from Schedule F - Part 5?

Yes () No (X)

Included but not reported losses on contracts not in force on July 1, 1994 or subsequently renewed are exempt from inclusion in Schedule F - Part 5. Provide the following information for this exemption:

- 18.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5
- 18.12 Unfunded portion of Interrogatory 18.11
- 18.13 Paid losses and loss adjustment expenses portion of Interrogatory 18.11
- 18.14 Case reserves portion of Interrogatory 18.11
- 18.15 Incurred but not reported portion of Interrogatory 18.11
- 18.16 Unearned premium portion of Interrogatory 18.11
- 18.17 Contingent commission portion of Interrogatory 18.11

\$

\$

\$

\$

\$

\$

\$

Provide the following information for all other amounts included in Schedule F - Part 3 and excluded from Schedule F - Part 5, not included above.

- 18.18 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5
- 18.19 Unfunded portion of Interrogatory 18.18
- 18.20 Paid losses and loss adjustment expenses portion of Interrogatory 18.18
- 18.21 Case reserves portion of Interrogatory 18.18
- 18.22 Incurred but not reported portion of Interrogatory 18.18
- 18.23 Unearned premium portion of Interrogatory 18.18
- 18.24 Contingent commission portion of Interrogatory 18.18

\$

\$

\$

\$

\$

\$

\$

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2005	2 2004	3 2003	4 2002	5 2001
Gross Premiums Written (Page 8, Part 1B, Columns 1, 2 and 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	143,921,004	135,297,061	121,360,944	110,700,133	105,072,251
2. Property lines (Lines 1, 2, 9, 12, 21 and 26)	86,472,110	82,894,865	71,229,060	66,755,107	59,623,757
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)	135,861,437	128,740,568	103,586,981	91,572,742	85,596,408
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 and 33)					
5. Nonproportional reinsurance lines (Lines 30, 31 and 32)	65,442				
6. Total (Line 34)	365,539,993	346,841,694	296,176,965	269,027,982	250,292,416
Net Premiums Written (Page 8, Part 1B, Column 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	32,533,843	29,688,968	28,007,506	24,548,709	24,303,478
8. Property lines (Lines 1, 2, 9, 12, 21 and 26)	19,609,407	18,082,407	15,890,063	15,084,457	13,874,017
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)	31,836,762	29,104,307	24,287,839	21,552,605	21,351,871
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 and 33)					
11. Nonproportional reinsurance lines (Line 30, 31 and 32)					
12. Total (Line 34)	83,880,012	76,875,682	68,985,348	61,165,771	59,529,366
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	7,010,835	1,430,421	(6,455,037)	(8,383,889)	(8,991,213)
14. Net investment gain (loss) (Line 11)	5,373,931	3,701,553	4,062,735	3,405,835	3,949,759
15. Total other income (Line 15)	1,058,197	920,389	616,853	794,854	455,341
16. Dividends to policyholders (Line 17)	602,835	531,702	398,429	329,298	523,458
17. Federal and foreign income taxes incurred (Line 19)	2,531,894	646,000		(1,059,332)	(142,230)
18. Net income (Line 20)	10,308,134	4,872,652	(1,974,871)	(3,442,165)	(4,876,379)
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 24, Column 3)	268,883,522	235,377,352	214,551,474	192,066,638	179,847,955
20. Premiums and considerations (Page 2, Column 3)					
20.1 In course of collection (Line 13.1)	7,527,791	10,114,657	6,484,650	7,125,734	6,843,053
20.2 Deferred and not yet due (Line 13.2)	34,572,394	30,771,662	30,415,671	24,651,738	21,351,321
20.3 Accrued retrospective premiums (Line 13.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 24)	154,152,931	142,533,279	129,659,968	116,452,768	107,400,666
22. Losses (Page 3, Line 1 and Line 2)	55,631,872	57,008,981	55,385,424	54,951,524	48,286,288
23. Loss adjustment expenses (Page 3, Line 3)	11,805,000	12,070,000	11,136,000	10,555,000	9,535,000
24. Unearned premiums (Page 3, Line 9)	38,724,475	36,149,997	33,335,291	29,669,560	27,256,097
25. Capital paid up (Page 3, Line 28 and Line 29)					
26. Surplus as regards policyholders (Page 3, Line 35)	114,730,591	92,844,073	84,891,506	75,613,870	72,447,287
Risk-Based Capital Analysis					
27. Total adjusted capital	114,730,591	92,844,073	84,891,506	75,613,870	72,447,287
28. Authorized control level risk-based capital	13,476,111	12,497,437	10,971,866	10,578,574	14,658,226
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3) (Item divided by Page 2, Line 10, Column 3) x 100.0					
29. Bonds (Line 1)	21.2	16.5	15.3	14.9	24.5
30. Stocks (Line 2.1 and Line 2.2)	65.0	63.0	60.3	55.4	53.8
31. Mortgage loans on real estate (Line 3.1 and Line 3.2)	1.6	2.3	2.7	4.5	6.1
32. Real estate (Lines 4.1, 4.2 and 4.3)	11.3	13.1	15.0	17.4	16.8
33. Cash, cash equivalents and short-term investments (Line 5)	0.5	4.6	3.9	3.3	(1.8)
34. Contract loans (Line 6)				X X X	X X X
35. Other invested assets (Line 7)	0.3	0.4	2.9	3.4	0.6
36. Receivables for securities (Line 8)	0.1				
37. Aggregate write-ins for invested assets (Line 9)					
38. Cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
39. Affiliated bonds (Schedule D, Summary, Line 25, Column 1)					
40. Affiliated preferred stocks (Schedule D, Summary, Line 39, Column 1)					
41. Affiliated common stocks (Schedule D, Summary, Line 53, Column 2)	125,108,846	101,549,663	88,989,517	71,066,763	62,471,855
42. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Column 5 Line 11)					
43. Affiliated mortgage loans on real estate					
44. All other affiliated					
45. Total of above Line 39 through Line 44	125,108,846	101,549,663	88,989,517	71,066,763	62,471,855
46. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 45 above divided by Page 3, Column 1, Line 35 x 100.0)	109.0	109.4	104.8	94.0	86.2

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2005	2 2004	3 2003	4 2002	5 2001
Capital and Surplus Accounts (Page 4)					
47. Net unrealized capital gains (losses) (Line 24)	11,401,525	2,681,312	13,959,090	8,673,351	10,460,622
48. Dividends to stockholders (Line 35)					
49. Change in surplus as regards policyholders for the year (Line 38)	21,886,518	7,952,567	9,277,636	3,166,583	6,872,193
Gross Losses Paid (Page 9, Part 2, Columns 1 and 2)					
50. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	80,354,263	88,725,785	66,299,708	66,990,755	51,352,259
51. Property lines (Lines 1, 2, 9, 12, 21 and 26)	34,814,299	34,952,114	33,667,329	31,803,645	28,496,405
52. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)	52,083,783	47,904,551	51,929,154	44,497,485	38,953,043
53. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 and 33)					
54. Nonproportional reinsurance lines (Lines 30, 31, and 32)	60,095				
55. Total (Line 34)	167,282,441	151,682,450	151,895,191	143,291,885	118,801,707
Net Losses Paid (Page 9, Part 2, Column 4)					
56. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	19,328,100	18,228,071	17,557,602	16,374,592	14,762,281
57. Property lines (Lines 1, 2, 9, 12, 21 and 26)	7,895,417	7,871,755	7,905,429	7,316,656	6,945,179
58. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)	12,175,311	11,831,487	13,526,507	10,429,493	10,417,098
59. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 and 33)					
60. Nonproportional reinsurance lines (Lines 30, 31, and 32)					
61. Total (Line 34)	39,808,828	37,931,313	38,989,738	35,922,741	32,124,556
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
62. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
63. Losses incurred (Line 2)	47.2	53.1	63.8	69.0	65.3
64. Loss expenses incurred (Line 3)	11.3	13.0	13.9	14.9	15.6
65. Other underwriting expenses incurred (Line 4)	32.9	32.0	32.3	30.3	35.1
66. Net underwriting gain (loss) (Line 8)	8.6	1.9	(9.9)	(14.3)	(16.0)
Other Percentages					
67. Other underwriting expenses to net premiums written (Page 4, Line 4 plus Line 5 minus Line 15 divided by Page 4, Part 1B, Column 6, Line 34 x 100.0)	30.6	29.6	29.3	27.9	32.2
68. Losses and loss expenses incurred to premiums earned (Page 4, Line 2 plus Line 3 divided by Page 4, Line 1 x 100.0)	58.5	66.1	77.7	83.9	80.8
69. Net premiums written to policyholders' surplus (Page 8, Part 1B, Column 6, Line 34 divided by Page 3, Line 35, Column 1 x 100.0)	73.1	82.8	81.3	79.8	82.2
One Year Loss Development (000 omitted)					
70. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Column 11)	(3,110)	(2,964)	621	3,271	4,218
71. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 70 above divided by Page 4, Line 21, Column 1 x 100.0)	(3.3)	(3.5)	0.7	4.5	6.4
Two Year Loss Development (000 omitted)					
72. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Column 12)	(5,941)	(1,792)	3,328	5,104	2,415
73. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 72 above divided by Page 4, Line 21, Column 2 x 100.0)	(7.0)	(2.4)	4.6	7.0	3.9

**EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)
BUSINESS IN THE STATE OF GRAND TOTAL DURING THE YEAR 2005**

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		Dividends Paid or Credited to Policyholders on Direct Business	Direct Unearned Premium Reserves	Direct Losses (including salvage)	Direct Losses Incurred	Direct Losses Unpaid	Direct Defense and Cost Containment Expense Paid	Direct Defense and Cost Containment Expense Incurred	Direct Defense and Cost Containment Expense Unpaid	Commissions and Brokerage Expenses	Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire	3,130,497	2,916,037		1,658,460	173,042	888,656	70,953	6,664	9,654	7,000	682,065	27,393
2.1 Allied lines	798,468	744,466		419,974	251,317	276,424	132,108	2,222	3,222	3,000	62,550	6,387
2.2 Multiple peril crop												
2.3 Federal flood												
3. Farmowners multiple peril	2,885,528	2,610,873		1,483,077	1,510,367	771,235	388,726	47,235	26,235	11,000	576,857	25,521
4. Homeowners multiple peril	40,044,930	38,044,789		21,246,615	15,216,513	15,493,673	7,881,186	461,530	463,600	252,000	8,355,670	450,443
5.1 Commercial multiple peril (non-liability portion)	31,617,300	31,802,415		14,678,170	10,511,987	10,765,638	7,894,011	1,272,432	1,692,631	2,554,388	6,551,96	276,256
5.2 Commercial multiple peril (liability portion)	7,984,327	7,850,603		3,719,542	2,653,487	2,691,466	4,451,982	318,108	422,108	658,601	1,803,799	69,172
6. Mortgage guaranty												
7. Ocean marine												
8. Inland marine	2,004,157	2,000,944		988,071	464,081	580,768	241,827	451	4,451	6,000	410,738	17,633
9. Financial guaranty												
10. Medical malpractice												
11. Earthquake	69,645	67,840		3,269							44,520	669
12. Group accident and health (g)												
13. Credit A and H (group and individual)												
14. Collectively renewable A and H (b)												
15.1 Non-cancelable A and H (b)												
15.2 Guaranteed renewable A and H (b)												
15.3 Non-renewable for stated reasons only (b)												
15.4 All other A and H (b)												
15.5 Federal employees health benefits program premium (b)												
16. Workers' compensation	26,956,682	26,650,462		12,236,690	12,911,989	21,259,715	38,301,712	981,712	2,268,712	2,632,000	1,538,337	256,258
17. Other liability	8,044,456	7,769,176	1,173,464	3,741,306	1,070,302	1,342,167	3,467,876	72,406	1,634,428	1,317,000	1,373,500	70,400
18. Products liability	(37,971)	(37,971)									(8,177)	(322)
19.1 Private passenger auto no-fault (personal injury protection)	500,446	503,469		229,233	240,192	657,773	1,439,159	9,117	101,117	127,000	12,601	4,945
19.2 Other private passenger auto liability	32,069,107	31,277,660		12,454,600	23,107,623	20,658,988	38,942,658	1,657,694	2,334,684	3,401,000	4,762,842	280,654
19.3 Commercial auto no-fault (personal injury protection)	626,827	609,617		295,396	303,433	303,876	79,942	21,084	22,084	6,060	119,785	5,484
19.4 Other commercial auto liability	12,252,022	12,221,537		5,683,473	4,121,558	6,630,489	11,662,019	334,881	695,861	887,000	2,370,421	107,223
21.1 Private passenger auto physical damage	32,081,782	30,956,657		12,351,654	12,439,584	12,528,841	592,845	79,435	80,438	9,000	4,816,259	280,759
21.2 Commercial auto physical damage	5,178,916	5,162,630		2,515,308	2,534,022	2,466,586	120,102	19,278	20,278	2,000	1,117,738	50,118
22. Aircraft (all perils)												
23. Fidelity												
24. Surety												
25. Burglary and theft	7,224	6,282		2,738	12,650	6,650					1,464	64
26. Boiler and machinery	370,369	368,596		175,065							59,500	3,242
27. Credit												
28. Aggregate write-ins for other lines of business	331	331									49	3
34. TOTALS (e)	207,149,197	202,285,391	1,173,464	94,717,753	88,927,470	97,185,335	123,769,130	5,525,312	9,183,311	11,646,899	35,137,059	1,812,636
DETAILS OF WRITE-INS												
3301. Virginia Uninsured Motorists Fund	331	331									49	3
3302.												
3303.												
3304. Summary of remaining write-ins for Line 13 from overbilled page												
3305. Totals (Line 3301 through Line 3303 plus Line 3306) [Line 33 above]	331	331									49	3

(a) Finance and service charges not included in Line 1 to Line 34 \$ 2,794,407
(b) For health business on indicated lines report: Number of persons insured under PPO managed care products and number of persons insured under indemnity only products



**EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)
BUSINESS IN THE STATE OF MARYLAND DURING THE YEAR 2005**

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		Dividends Paid or Credited to Policyholders on Direct Business	Direct Unearned Premium Reserves	Direct Losses Paid (deducting salvage)	Direct Losses Incurred	Direct Losses Unpaid	Direct Defense and Cost Containment Expense Paid	Direct Defense and Cost Containment Expense Incurred	Direct Defense and Cost Containment Expense Unpaid	Commissions and Brokerage Expenses	Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire	142,247	159,774	19,685	69,453	19,685	19,685	388	388	388	28,995	1,245	
2.1 Allied lines	31,278	32,453	3,372	18,932	3,372	3,372	45	45	45	6,773	281	
2.2 Multiple peril crop												
2.3 Federal flood												
3. Farmowners multiple peril	291,577	272,326	114,522	143,871	114,522	188,827	3,665	5,855	2,272	2,272	2,665	
4. Homeowners multiple peril	3,227,655	3,129,336	1,895,173	2,030,306	1,895,173	1,895,173	55,213	49,311	18,965	18,965	33,487	
5.1 Commercial multiple peril (non-liability portion)	2,411,145	2,471,450	913,763	1,118,762	913,763	593,592	13,005	111,233	171,259	509,652	21,001	
5.2 Commercial multiple peril (liability portion)	892,768	817,872	226,445	279,880	226,445	147,368	34,702	27,853	42,815	127,263	5,275	
6. Mortgage guaranty												
8. Ocean marine												
9. Inland marine	250,105	295,708	57,261	125,793	57,261	70,881	111	837	818	51,265	2,189	
10. Financial guaranty												
11. Fiscal reinsurance	491	478		388						102	4	
12. Earthquake												
13. Group accident and health (a)												
14. Credit A and H (group and individual)												
15.1 Casualty renewable A and H (b)												
15.2 Non-cancelable A and H (b)												
15.3 Guaranteed renewable A and H (b)												
15.4 Non-cancelable A and H (b)												
15.5 Other accident only												
15.6 All other A and H (b)												
15.7 Federal employees health benefits program premium (b)												
16. Motor compensation	1,691,038	1,650,115	815,339	828,046	815,339	2,316,547	128,950	268,193	222,594	138,711	16,807	
17. Other liability	762,322	689,797	1,082,002	376,161	1,082,002	467,002	5,554	59,449	3,731	191,197	6,671	
18. Products liability	133,433	138										
19.1 Private passenger auto no-fault (personal injury protection)	2,307,201	2,267,515	1,404,892	1,225,782	1,404,892	1,853,027	162	2,282	3,242	46,165	2,741	
19.2 Other private passenger auto liability	36,598	37	6,902	2,675	6,902	2,895,783	144,946	176,784	248,848	402,024	23,891	
19.3 Commercial auto no-fault (personal injury protection)	1,458,308	1,524,126	688,977	945,923	688,977	402,334	41,374	24,724	51,364	5,065	233	
19.4 Other commercial auto liability	2,614,958	2,562,955	1,388,282	1,167,994	1,388,282	1,303,616	9,016	10,239	48,289	21,984	10,022	
21.1 Private passenger auto physical damage	340,884	346,835	101,624	160,651	101,624	117,672	1,389	2,719	745	422,897	24,658	
21.2 Commercial auto physical damage												
22. Aircraft (all perils)												
23. Fidelity												
24. Surety												
25. Burglary and theft	1,675	1,159	5,590	675	5,590	(650)				335	15	
26. Boiler and machinery	26,963	27,287		12,787						4,322	25	
27. Credit												
33. Aggregate write-ins for other lines of business												
34. TOTALS (a)	17,658,340	17,704,758	9,107,556	8,149,405	9,107,556	9,164,387	555,526	621,487	754,120	3,819,283	154,342	

DETAILS OF WRITE-INS

3301. 237,911

3302.

3303.

3308. Summary of remaining write-ins for Line 33 from overflow page

3309. Totals (Line 3301 through Line 3303 plus Line 3308) (Line 33 above)

(a) Franco and service charges not included in Line 1 to Line 34.
(b) For health business on individual lines report. Number of persons insured under PPO managed care products. and number of persons insured under indemnity only products.

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)
 BUSINESS IN THE STATE OF NORTH CAROLINA DURING THE YEAR 2005

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		3	4	5	6	7	8	9	10	11	12
	1	2										
	Direct Premiums Written	Direct Premiums Earned	Dividends Paid or Credited to Policyholders on Direct Business	Direct Unearned Premium Reserves	Direct Losses Paid (deducting salvage)	Direct Losses Incurred	Direct Losses Unpaid	Direct Defense and Cost Containment Expense Paid	Direct Defense and Cost Containment Expense Incurred	Direct Defense and Cost Containment Expense Unpaid	Commissions and Brokerage Expenses	Taxes, Licenses and Fees
1. Fire	2,402	73		2,329							490	21
2.1. Motor												
2.2. Burglary and theft												
2.3. Federal flood												
3. Farmowners multiple peril												
4. Commercial multiple peril (non-liquor portion)												
5.1. Commercial multiple peril (liquor portion)												
5.2. Commercial multiple peril (liquor portion)												
6. Marine												
7. Aviation												
8. Automobile												
9. Boat												
10. Financial guaranty												
11. Medical malpractice												
12. Earthquake												
13. Group accident and health (b)												
14. Credit A and H (group and individual)												
15.1. Collectively renewable A and H (b)												
15.2. Non-renewable A and H (b)												
15.3. Guaranteed renewable A and H (b)												
15.4. Non-renewable for stated reasons only (b)												
15.5. Other accident only												
15.6. All other A and H (b)												
15.7. Federal employees health benefits program premium (b)				7,365							560	69
16. Workers' compensation												
17. Other liability												
18. Products liability												
19.1. Private passenger auto no-fault (personal injury protection)												
19.2. Other private passenger auto liability												
19.3. Commercial auto no-fault (personal injury protection)		4,839		4,072							566	42
19.4. Other commercial auto liability												
20. Private passenger auto physical damage		1,408		1,178							276	12
21.1. Commercial auto physical damage												
21.2. Commercial auto physical damage												
22. Aircraft (all perils)												
23. Fire												
24. Surety												
25. Burglary and theft												
26. Boiler and machinery												
27. Credit												
28. Aggregate write-ins for other lines of business												
33. Aggregate write-ins for other lines of business	16,465	1,551		14,944							2,384	144
34. TOTALS (a)												
DETAILS OF WRITE-INS												
3301.												
3302.												
3303.												
3305.												
3309.												

(a) Finance and service charges not included in Line 1 to Line 34
 (b) For health business on indicated lines report Number of persons insured under PPO managed care products and number of persons insured under indemnity only products



**EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)
BUSINESS IN THE STATE OF OHIO DURING THE YEAR 2005**

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		Dividends Paid or Credited to Policyholders on Direct Business	Direct Unearned Premium Reserves	Direct Losses Paid (deducting salvage)	Direct Losses Incurred	Direct Losses Unpaid	Direct Defense and Cost Containment Expense Paid	Direct Defense and Cost Containment Expense Incurred	Direct Defense and Cost Containment Expense Unpaid	Commissions and Brokerage Expenses	Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire	43,326	45,595		18,487				143	143		8,832	379
2.1 Allied lines	(1,132)	(1,079)		(53)							(230)	(10)
2.2 Multiple peril crop												
2.3 Federal flood												
3. Farmowners multiple peril	182	7									36	2
4. Homeowners multiple peril	79,510	55,751		41,684	8,662					76,674	16,592	696
5.1 Commercial multiple peril (non-safety portion)	2,733,841	2,885,115		1,363,790	766,877	911,680	511,192	53,653	81,234	76,674	577,139	23,323
5.2 Commercial multiple peril (safety portion)	880,410	761,528		346,948	195,719	227,870	127,736	13,496	20,336	19,169	144,265	5,581
6. Mortgage guaranty												
8. Ocean marine												
9. Inland marine	30,015	25,062		14,036	25,063	25,063					6,152	263
10. Financial guaranty												
11. Medical malpractice												
12. Earthquake	704	646		460							147	6
13. Group accident and health (a)												
14. Credit A and H (group and remainder)												
15.1 Casualty renewable A and H (b)												
15.2 Non-renewable A and H (b)												
15.3 Guaranteed renewable A and H (b)												
15.4 Other accident only												
15.5 Other A and H (b)												
15.6 All other A and H (b)												
15.7 Federal employees health benefits program premium (b)												
16. Workers compensation												
17. Other liability	840,482	871,971		492,338		(19,009)	1,009	613	1,235	622	143,548	7,355
18. Products liability	(226)	(226)									(49)	(2)
19.1 Private passenger auto no-fault (recovered injury protection)												
19.2 Other private passenger auto liability												
19.3 Commercial auto no-fault (recovered injury protection)												
19.4 Other commercial auto liability	1,133,730	1,171,774		546,610	691,628	708,688	721,763	30,912	49,404	61,263	226,303	13,454
21.1 Private passenger auto physical damage	1,570,843	1,326,596		572,915	219,723	546,422	767,185	10,248	24,897	49,318	219,153	9,913
21.2 Commercial auto physical damage	310,465	317,667		561,300	510,263	546,700	17,900	2,525	2,525	183	227,175	3,626
22. Aircraft (all perils)				144,482	302,583	276,861	2,500	1,878	1,810	111	60,594	2,717
23. Fidelity												
24. Surety												
25. Burglary and theft	323	1,376		16							65	3
26. Boiler and machinery	47,342	47,777		23,171							7,065	444
27. Credit												
33. Aggregate write-ins for other lines of business				4,655,323	2,811,548	3,232,665	2,169,936	113,653	181,336	287,307	1,646,347	78,590
34. TOTALS (a)	9,017,926	9,055,380										
DETAILS OF WRITE-INS												
3301												
3302												
3303												
3308												
3309												
Summary of remaining write-ins for Line 33 from overflow page												
Totals (Line 3301 through Line 3303 plus Line 3308) (Line 33 above)												

(a) Finance and service charges not included in Line 1 to Line 34 \$ 121,600

(b) For health business on indicated lines report: Number of persons insured under PFO managed care products and number of persons insured under indemnity only products

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)
BUSINESS IN THE STATE OF PENNSYLVANIA DURING THE YEAR 2005

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		Dividends Paid or Credited to Policyholders on Direct Business	Direct Unearned Premium Reserves	Direct Losses Paid (excluding salvage)	Direct Losses Incurred	Direct Losses Unpaid	Direct Defense and Cost Containment Expense Paid	Direct Defense and Cost Containment Expense Incurred	Direct Defense and Cost Containment Expense Unpaid	Commissions and Brokerage Expenses	Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire	2,895,395	2,614,837	1,478,483	1,478,483	743,883	830,417	276,951	6,607	8,975	5,898	571,857	24,520
2.1 Multiple peril crop	768,086	700,318	400,923	400,923	247,945	276,052	132,109	2,710	3,206	3,000	155,561	6,706
2.2 Multiple peril non-crop												
2.3 Federal flood												
3. Homeowners multiple peril	2,176,648	2,127,008	1,125,057	1,125,057	1,246,822	448,170	261,226	41,607	16,379	7,598	435,146	19,048
4. Farmowners multiple peril	35,873,888	34,973,888	18,564,762	18,564,762	14,300,144	13,286,913	7,194,434	436,284	418,896	233,004	7,487,384	313,997
5. Commercial multiple peril (non-fidelity portion)	21,487,450	21,515,382	10,769,162	10,769,162	7,667,688	8,807,750	14,752,913	912,467	1,381,589	2,121,835	4,306,541	188,045
5.1 Commercial multiple peril (fidelity portion)												
5.2 Commercial multiple peril (fidelity portion)	5,371,872	5,383,848	2,542,250	2,542,250	1,916,587	2,200,587	3,688,226	228,114	345,377	530,459	1,194,435	47,011
6. Average guarantee												
7. Ocean marine	1,558,851	1,551,083	771,077	771,077	357,892	470,979	25,277	340	3,614	5,782	319,522	13,842
8. Flight marine												
9. Medical guaranty												
10. Medical malpractice												
11. Surety	68,319	66,507	34,439	34,439							14,250	598
12. Employment and health (b)												
13. Credit A and H (group and individual)												
14. Credit A and H (group and individual)												
15.1 Commercially renewable A and H (b)												
15.2 Non-commercially renewable A and H (b)												
15.3 Guaranteed renewable A and H (b)												
15.4 Non-renewable for stated reasons only (b)												
15.5 All other A and H (b)												
15.6 Other accident only												
15.7 Federal employees health benefits program premium (b)												
16. Workers' compensation	20,587,350	19,353,485	8,889,200	8,889,200	9,281,275	16,102,527	27,521,165	724,367	1,085,892	1,565,487	1,420,155	180,167
17. Other liability	5,627,021	5,479,614	2,579,596	2,579,596	33,385	38,221	2,639,816	68,261	764,631	1,011,400	581,049	49,245
18. Products liability	(2,499)	(2,499)									(6,597)	(249)
19.1 Private passenger auto no-fault (personal injury protection)	26,433,709	25,620,570	10,221,357	10,221,357	234,077	385,355	1,321,997	6,207	81,112	115,811	3,025,546	231,320
19.2 Other private passenger auto liability	451,542	445,894	207,849	207,849	17,968,861	17,968,861	31,414,732	1,838,218	2,070,684	2,899,346	1,586,316	70,851
19.3 Commercial auto no-fault (personal injury protection)	8,559,485	8,487,981	3,854,619	3,854,619	111,593	68,079	31,861	19,296	16,084	16,084	1,654,890	74,885
19.4 Other commercial auto liability	26,883,884	25,812,123	10,256,256	10,256,256	2,899,871	3,743,860	7,714,649	26,144	671,659	621,021	4,055,891	252,288
21.1 Private passenger auto physical damage	4,694,155	4,590,659	2,066,688	2,066,688	10,117,989	10,211,228	530,065	32,146	64,000	2,393	1,058,601	40,283
21.2 Commercial auto physical damage					1,833,462	1,775,782	91,200	14,412	14,602	94	688,601	
22. Aircraft (all perils)												
23. Fidelity												
24. Surety	3,617	4,181	1,516	1,516	7,500	7,500					72	31
25. Burglary and theft	250,358	250,358	122,184	122,184							40,336	2,187
26. Boiler and machinery												
27. Credit												
33. Aggregate write-ins for other lines of business	163,461,606	159,886,925	73,743,669	73,743,669	71,370,143	76,561,175	169,148,354	4,423,846	7,371,945	9,553,991	27,739,224	1,439,665
34. TOTALS (a)												

DETAILS OF WRITE-INS

3301. Finance and service charges not included in Line 1 to Line 34 \$ 2,265,339

3302. For health business on indicated lines report. Number of persons insured under PPO managed care products and number of persons insured under indemnity only products

3303. Summary of remaining write-ins for Line 33 from overflow page

3304. Totals (Line 3301 through Line 3303 plus Line 3308) (Line 33 above)

(a) Finance and service charges not included in Line 1 to Line 34 \$ 2,265,339

(b) For health business on indicated lines report. Number of persons insured under PPO managed care products and number of persons insured under indemnity only products



**EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)
BUSINESS IN THE STATE OF VIRGINIA DURING THE YEAR 2005**

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken			Direct Unearned Premium Reserves	Direct Losses Paid (including salvage)	Direct Losses Incurred	Direct Defense and Cost Containment Expense Paid	Direct Defense and Cost Containment Expense Incurred	Direct Defense and Cost Containment Expense Unpaid	Commissions and Brokerage Expenses	Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned	3 Dividends Paid or Credited to Policyholders on Direct Business								
1. Fire	98,496	88,893	46,223	4,983	1,000	32	11,972	32	512	(1)	
2.1 Allied lines	(65)	9,570									
2.2 Multiple peril crop											
2.3 Federal flood											
3. Farmowners multiple peril	233,889	44,006	208,063								
4. Homeowners multiple peril (non-health portion)	2,511,551	2,512,724	1,055,059	442,237	656,428	96,223	47,610	62,470	96,223	59,977	2,272
5.1 Commercial multiple peril (health portion)	627,338	628,183	256,265	117,479	184,107	24,656	11,942	15,618	24,656	132,852	21,978
5.2 Commercial multiple peril (health portion)											5,484
6. Mortgage guaranty											
7. Ocean marine											
8. Inland marine	67,784	68,207	27,655							13,884	593
9. Financial guaranty											
10. Medical malpractice											
11. Earthquake	131	9	122							27	1
12. Group accident and health (b)											
13. Credit A and H (group and individual)											
14. Collectible receivables A and H (b)											
15.1 Non-cancelable A and H (b)											
15.2 Guaranteed renewable A and H (b)											
15.3 Non-cancelable or stable reasons only (b)											
15.4 Other accident only											
15.5 Other A and H (b)											
15.6 Police employees health benefits program premium (b)											
16. Pension compensation	1,659,744	1,243,707	25,669	738,289	1,897,472	54,848	20,887	116,466	111,888	13,650	
17. Other liability	185,887	182,437	95,596	1,000	1,000			622	26,624	1,964	
18. Products liability	(627)	(627)							(118)	(7)	
19.1 Private passenger auto no-fault (personal injury protection)											
19.2 Other private passenger auto liability											
19.3 Commercial auto liability (personal injury protection)	14,000	13,668	5,951	590	35,000	2,627	1,747	2,627	2,884	123	
19.4 Other commercial auto liability	240,783	234,407	109,228	100,792	151,000	13,323		13,662	46,386	2,107	
20. Private passenger auto physical damage	75,569	75,134	37,477	138,335	600	328	312		14,747	661	
21.1 Commercial auto physical damage											
21.2 Aircraft (all perils)											
22. Freshly											
23. Surety											
24. Burglary and theft	1,700	1,451	471								
25. Boiler and machinery	24,475	31,321	10,538								
26. Credit											
27. Aggregate write-ins for other lines of business	31	31									
28. Aggregate write-ins for other lines of business	31	31									
29. TOTALS (a)	5,596,080	5,115,789	2,633,965	1,894,852	2,786,897	253,915	82,558	448,858	499,145	949,145	48,973
DETAILS OF WRITE-INS											
3301. Uninsured Motorist Fund	331	331								49	3
3302.											
3303.											
3308. Summary of remaining write-ins for Line 33 from overflow page											
3309. Totals (Line 3301 through Line 3303 plus Line 3308) (Line 33 above)	331	331								49	3

(a) Finance and service charges not included in Line 1 to Line 34 \$ 75,490
(b) For health business on indicated lines report: Number of persons insured under PPO managed care products and number of persons insured under indemnity only products

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE A - VERIFICATION BETWEEN YEARS
Real Estate

1. Book/adjusted carrying value, December 31, prior year	23,163,843
2. Increase (decrease) by adjustment:	
2.1 Totals, Part 1, Column 11	(733,768)
2.2 Totals, Part 3, Column 7	
3. Cost of acquired, (Totals, Part 2, Column 6, net of encumbrances (Column 7) and net of additions and permanent improvements (Column 9))	1,068,605
4. Cost of additions and permanent improvements:	
4.1 Totals, Part 1, Column 14	116,111
4.2 Totals, Part 3, Column 9	
5. Total profit (loss) on sales, Part 3, Column 14	
6. Increase (decrease) by foreign exchange adjustment:	
6.1 Totals, Part 1, Column 12	
6.2 Totals, Part 3, Column 8	
7. Amounts received on sales, Part 3, Column 11 and Part 1, Column 13	90,275
8. Book/adjusted carrying value at end of current period	23,523,516
9. Total valuation allowance	
10. Subtotal (Line 8 plus Line 9)	23,523,516
11. Total nonadmitted amounts	
12. Statement value, current period (Page 2, real estate lines, Net Admitted Assets column)	23,523,516

SCHEDULE B - VERIFICATION BETWEEN YEARS
Mortgage Loans

1. Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year	4,287,089
2. Amount loaned during year:	
2.1 Actual cost at time of acquisitions	358,600
2.2 Additional investment made after acquisitions	358,600
3. Accrual of discount and mortgage interest points and commitment fees	
4. Increase (decrease) by adjustment	
5. Total profit (loss) on sale	
6. Amounts paid on account or in full during the year	1,121,813
7. Amortization of premium	
8. Increase (decrease) by foreign exchange adjustment	
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	3,523,876
10. Total valuation allowance	
11. Subtotal (Line 9 plus Line 10)	3,523,876
12. Total nonadmitted amounts	182,740
13. Statement value of mortgages owned at end of current period (Page 2, mortgage lines, Net Admitted Assets column)	3,341,136

SCHEDULE BA - VERIFICATION BETWEEN YEARS
Long-Term Invested Assets

1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year	1,128,130
2. Cost of acquisitions during year:	
2.1 Actual cost at time of acquisitions	40,000
2.2 Additional investment made after acquisitions	40,000
3. Accrual of discount	
4. Increase (decrease) by adjustment	
5. Total profit (loss) on sale	
6. Amounts paid on account or in full during the year	84,729
7. Amortization of premium	
8. Increase (decrease) by foreign exchange adjustment	
9. Book/adjusted carrying value of long-term invested assets at end of current period	1,083,401
10. Total valuation allowance	
11. Subtotal (Line 9 plus Line 10)	1,083,401
12. Total nonadmitted amounts	391,522
13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3)	691,879

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1	2	3	4
		Book/Adjusted Carrying Value	Fair Value	Actual Cost	Par Value of Bonds
BONDS					
Governments (including all obligations guaranteed by governments)	1. United States	15,642,456	15,564,750	15,666,406	15,500,000
	2. Canada				
	3. Other Countries				
	4. Totals	15,642,456	15,564,750	15,666,406	15,500,000
States, Territories and Possessions (Direct and guaranteed)	5. United States	10,100	10,029	10,301	10,000
	6. Canada				
	7. Other Countries				
	8. Totals	10,100	10,029	10,301	10,000
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States	205,105	206,852	204,554	205,000
	10. Canada				
	11. Other Countries				
	12. Totals	205,105	206,852	204,554	205,000
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States	23,830,585	23,426,178	23,846,027	23,930,832
	14. Canada				
	15. Other Countries				
	16. Totals	23,830,585	23,426,178	23,846,027	23,930,832
Public Utilities (unaffiliated)	17. United States				
	18. Canada				
	19. Other Countries				
	20. Totals				
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	4,445,331	4,651,477	4,441,369	4,450,000
	22. Canada				
	23. Other Countries				
	24. Totals	4,445,331	4,651,477	4,441,369	4,450,000
Parent, Subsidiaries and Affiliates	25. Totals				
	26. Total Bonds	44,133,577	43,859,286	44,168,677	44,095,832
PREFERRED STOCKS					
Public Utilities (unaffiliated)	27. United States				
	28. Canada				
	29. Other Countries				
	30. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	31. United States	1,881,211	1,881,211	1,912,500	
	32. Canada				
	33. Other Countries				
	34. Totals	1,881,211	1,881,211	1,912,500	
Industrial and Miscellaneous (unaffiliated)	35. United States	315,350	315,350	375,000	
	36. Canada				
	37. Other Countries				
	38. Totals	315,350	315,350	375,000	
Parent, Subsidiaries and Affiliates	39. Totals				
	40. Total Preferred Stocks	2,196,561	2,196,561	2,287,500	
COMMON STOCKS					
Public Utilities (unaffiliated)	41. United States				
	42. Canada				
	43. Other Countries				
	44. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	45. United States	2,898,116	2,898,116	2,052,294	
	46. Canada				
	47. Other Countries				
	48. Totals	2,898,116	2,898,116	2,052,294	
Industrial and Miscellaneous (unaffiliated)	49. United States	5,178,021	5,178,021	2,640,886	
	50. Canada				
	51. Other Countries				
	52. Totals	5,178,021	5,178,021	2,640,886	
Parent, Subsidiaries and Affiliates	53. Totals	125,108,844	125,108,846	57,979,991	
	54. Total Common Stocks	133,184,961	133,184,983	62,673,171	
	55. Total Stocks	135,381,842	135,381,844	64,960,671	
	56. Total Bonds and Stocks	179,515,119	179,240,630	109,129,348	

SCHEDULE D - VERIFICATION BETWEEN YEARS
Bonds and Stocks

1. Book/adjusted carrying value of bonds and stocks, prior year	140,892,081	7. Amortization of premium	45,722
2. Cost of bonds and stocks acquired, Column 7, Part 3	46,737,976	8. Foreign Exchange Adjustment:	
3. Accrual of discount	19,924	8.1 Column 15, Part 1	
4. Increase (decrease) by adjustment:		8.2 Column 19, Part 2, Section 1	
4.1 Column 12 minus Column 14, Part 1		8.3 Column 16, Part 2, Section 2	
4.2 Column 15 minus Column 17, Part 2, Section 1	(74,889)	8.4 Column 15, Part 4	
4.3 Column 15, Part 2, Section 2	17,673,881	9. Book/adjusted carrying value at end of current period	179,515,119
4.4 Column 11 minus Column 13, Part 4	(323,959)	10. Total valuation allowance	
5. Total gain (loss), Column 19, Part 4	446,826	11. Subtotal (Line 9 plus Line 10)	179,515,119
6. Deduct consideration for bonds and stocks disposed of Column 7, Part 4	25,810,799	12. Total nonadmitted amounts	
		13. Statement value of bonds and stocks, current period	179,515,119

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Publicly Traded (a)
1. U.S. Governments, Schedules D and DA (Group 1)											
1.1 Class 1		4,494,984	9,074,389		2,073,083	15,642,456	31.4	18,086,018	42.2	15,642,456	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals		4,494,984	9,074,389		2,073,083	15,642,456	31.4	18,086,018	42.2	15,642,456	
2. All Other Governments, Schedules D and DA (Group 2)											
2.1 Class 1											
2.2 Class 2											
2.3 Class 3											
2.4 Class 4											
2.5 Class 5											
2.6 Class 6											
2.7 Totals											
3. States, Territories and Possessions etc., Guaranteed, Schedules D and DA (Group 3)											
3.1 Class 1		10,100				10,100		10,125		10,100	
3.2 Class 2											
3.3 Class 3											
3.4 Class 4											
3.5 Class 5											
3.6 Class 6											
3.7 Totals		10,100				10,100		10,125		10,100	
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D and DA (Group 4)											
4.1 Class 1		205,105				205,105	0.4	215,152	0.5	205,105	
4.2 Class 2											
4.3 Class 3											
4.4 Class 4											
4.5 Class 5											
4.6 Class 6											
4.7 Totals		205,105				205,105	0.4	215,152	0.5	205,105	
5. Special Revenue and Special Assessment Obligations etc., Non-Guaranteed, Schedules D and DA (Group 5)											
5.1 Class 1	3,728,716	12,654,159	5,418,083	2,019,637		23,800,595	47.3	14,803,769	34.6	23,800,595	
5.2 Class 2											
5.3 Class 3											
5.4 Class 4											
5.5 Class 5											
5.6 Class 6											
5.7 Totals	3,728,716	12,654,159	5,418,083	2,019,637		23,800,595	47.3	14,803,769	34.6	23,800,595	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 1A - SECTION 1 (continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11
	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Current Year	Column 6 as a % of Line 10.7	Total from Column 6 Prior Year	% From Column 7 Prior Year	Total Publicly Traded	Total Priority Placed (a)
6. Public Utilities (Unaffiliated), Schedules D and DA (Group 6)											
6.1 Class 1											
6.2 Class 2											
6.3 Class 3											
6.4 Class 4											
6.5 Class 5											
6.6 Class 6											
6.7 Totals											
7. Industrial and Miscellaneous (Unaffiliated), Schedules D and DA (Group 7)											
7.1 Class 1	5,761,249	3,689,794	745,537			10,206,580	20.5	9,181,306	21.5	10,206,580	
7.2 Class 2								900,000	1.2		
7.3 Class 3											
7.4 Class 4											
7.5 Class 5											
7.6 Class 6											
7.7 Totals	5,761,249	3,689,794	745,537			10,206,580	20.5	9,680,306	22.7	10,206,580	
8. Credit Tenant Loans, Schedules D and DA (Group 8)											
8.1 Class 1											
8.2 Class 2											
8.3 Class 3											
8.4 Class 4											
8.5 Class 5											
8.6 Class 6											
8.7 Totals											
9. Parent, Subsidiaries and Affiliates, Schedules D and DA (Group 9)											
9.1 Class 1											
9.2 Class 2											
9.3 Class 3											
9.4 Class 4											
9.5 Class 5											
9.6 Class 6											
9.7 Totals											

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 1A - SECTION 2

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Priority Placed	11 Total Priority Placed
1. U.S. Governments, Schedules D and DA (Group 1)											
1.1 Issuer Obligations	4,494,984	4,494,984	9,074,389		2,073,083	15,642,456	31.4	18,068,018	42.2	15,642,456	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities		4,494,984	9,074,389		2,073,083	15,642,456	31.4	18,068,018	42.2	15,642,456	
1.7 Totals		4,494,984	9,074,389		2,073,083	15,642,456		18,068,018		15,642,456	
2. All Other Governments, Schedules D and DA (Group 2)											
2.1 Issuer Obligations											
2.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
2.3 Defined											
2.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
2.5 Defined											
2.6 Other											
2.7 Totals											
3. States, Territories and Possessions, Guaranteed, Schedules D and DA (Group 3)											
3.1 Issuer Obligations	10,100	10,100				10,100		10,125		10,100	
3.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
3.3 Defined											
3.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
3.5 Defined											
3.6 Other											
3.7 Totals	10,100	10,100				10,100		10,125		10,100	
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D and DA (Group 4)											
4.1 Issuer Obligations	205,105	205,105				205,105	0.4	215,152	0.5	205,105	
4.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
4.3 Defined											
4.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
4.5 Defined											
4.6 Other											
4.7 Totals	205,105	205,105				205,105	0.4	215,152	0.5	205,105	
5. Special Revenue and Special Assessment Obligations etc., Non-Guaranteed, Schedules D and DA (Group 5)											
5.1 Issuer Obligations	993,777	3,673,833	5,410,063	2,019,637		4,672,610	9.4	7,995,017	18.7	4,672,610	
5.2 Single Class Mortgage-Backed/Asset-Backed Securities	2,729,929	8,990,326	5,410,063	2,019,637		19,157,975	38.4	6,500,153	15.9	19,157,975	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
5.3 Defined											
5.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
5.5 Defined											
5.6 Other											
5.7 Totals	3,729,706	12,664,159	5,410,063	2,019,637		23,830,585	47.8	14,495,170	34.6	23,830,585	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 1A - SECTION 2 (continued)

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
6. Public Utilities (Unaffiliated), Schedules D and DA (Group 6)											
6.1 Issuer Obligations											
6.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
6.3 Defined											
6.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
6.5 Defined											
6.6 Other											
6.7 Totals											
7. Industrial and Miscellaneous (Unaffiliated), Schedules D and DA (Group 7)											
7.1 Issuer Obligations	5,761,249	3,689,794	745,537			10,206,580	20.5	9,895,306	22.7	10,206,579	
7.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
7.3 Defined											
7.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
7.5 Defined											
7.6 Other											
7.7 Totals	5,761,249	3,689,794	745,537			10,206,580	20.5	9,895,306	22.7	10,206,579	
8. Credit Tenant Loans, Schedules D and DA (Group 8)											
8.1 Issuer Obligations											
8.7 Totals											
9. Parent, Subsidiaries and Affiliates, Schedules D and DA (Group 9)											
9.1 Issuer Obligations											
9.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
9.3 Defined											
9.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
9.5 Defined											
9.6 Other											
9.7 Totals											

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY
SCHEDULE D - PART 1A - SECTION 2 (continued)

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Private Placed
10. Total Bonds Current Year	6,780,026	12,083,016	9,919,976	2,019,637	2,073,083	30,736,851	61.6	35,979,617	84.1	30,736,850	XXX
10.1 Issuer Obligations	1,729,979	8,990,326	5,418,083	2,019,637		19,157,975	38.4	6,886,153	15.3	19,157,975	XXX
10.2 Single Class Mortgage-Backed/Asset-Backed Securities											XXX
10.3 MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											XXX
10.4 Other											XXX
10.5 MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											XXX
10.6 Other											XXX
10.7 Totals	9,489,955	21,074,142	15,238,069	2,019,637	2,073,083	49,884,826	100.0	42,787,770	100.0	49,884,825	XXX
10.8 Line 10.7 as a % of Column 6	19.0	42.2	30.5	4.0	4.2	100.0	XXX	XXX	XXX	100.0	XXX
11. Total Bonds Prior Year	19,247,816	10,413,354	4,243,649	2,074,797		35,979,617	XXX	35,979,617	84.1	35,979,617	XXX
11.1 Issuer Obligations	1,263,890	4,286,896	1,247,455			6,886,153	XXX	6,886,153	15.3	6,886,153	XXX
11.2 Single Class Mortgage-Backed/Asset-Backed Securities											XXX
11.3 MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											XXX
11.4 Other											XXX
11.5 MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											XXX
11.6 Other											XXX
11.7 Totals	20,511,306	14,710,322	5,491,144	2,074,797		42,787,770	XXX	42,787,770	100.0	42,787,770	XXX
11.8 Line 11.7 as a % of Column 8	47.9	34.4	12.8	4.8		100.0	XXX	100.0	XXX	100.0	XXX
12. Total Publicly Traded Bonds	8,780,026	12,083,016	9,919,976	2,019,637	2,073,083	30,736,851	61.6	35,979,617	84.1	30,736,850	XXX
12.1 Issuer Obligations	2,729,979	8,990,326	5,418,083	2,019,637		19,157,975	38.4	6,886,153	15.3	19,157,975	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Securities											XXX
12.3 MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											XXX
12.4 Other											XXX
12.5 MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											XXX
12.6 Other											XXX
12.7 Totals	9,489,955	21,074,142	15,238,069	2,019,637	2,073,083	49,884,826	100.0	42,787,770	100.0	49,884,825	XXX
12.8 Line 12.7 as a % of Column 6	19.0	42.2	30.5	4.0	4.2	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Column 6, Section 10	19.0	42.2	30.5	4.0	4.2	100.0	XXX	XXX	XXX	100.0	XXX
13. Total Privately Placed Bonds											XXX
13.1 Issuer Obligations											XXX
13.2 Single Class Mortgage-Backed/Asset-Backed Securities											XXX
13.3 MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											XXX
13.4 Other											XXX
13.5 MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											XXX
13.6 Other											XXX
13.7 Totals											XXX
13.8 Line 13.7 as a % of Column 6											XXX
13.9 Line 13.7 as a % of Line 10.7, Column 6, Section 10											XXX

SCHEDULE DA - PART 2 - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets (a)	Investments in Parent Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year	13,485,091	13,485,091			
2. Cost of short-term investments acquired	192,195,302	192,195,302			
3. Increase (decrease) by adjustment					
4. Increase (decrease) by foreign exchange adjustment					
5. Total profit (loss) on disposal of short-term investments					
6. Consideration received on disposal of short-term investments	199,929,145	199,929,145			
7. Book/adjusted carrying value, current year	5,761,248	5,761,248			
8. Total valuation allowance					
9. Subtotal (Line 7 plus line 8)	5,761,248	5,761,248			
10. Total nonadmitted amounts					
11. Statement value (Line 9 minus Line 10)	5,761,248	5,761,248			
12. Income collected during year	219,135	219,135			
13. Income earned during year	219,135	219,135			

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment.

SCHEDULE DB - PART A - VERIFICATION BETWEEN YEARS

Options, Caps, Floors and Insurance Futures Options Owned

1. Book value, December 31, prior year (Line 8, prior year)	_____	_____
2. Cost/Option Premium (Section 2, Column 7)	_____	_____
3. Increase/(Decrease) by Adjustment (Section 1, Column 12) plus (Section 3, Column 13)	_____	_____
4. Gain/(Loss) on Termination:		
4.1 Recognized (Section 3, Column 14)	_____	_____
4.2 Used to Adjust Basis of Hedged Item (Section 3, Column 15)	_____	_____
5. Consideration Received on Terminations (Section 3, Column 16)	_____	_____
6. Used to Adjust Basis on Open Contracts (Section 3, Column 17)	_____	_____
7. Disposition of Deferred Amount on Contracts Terminated in Prior Year:		
7.1 Recognized	_____	_____
7.2 Used to Adjust Basis of Hedged Item	_____	_____
8. Book value, December 31, Current Year (Line 1 plus Line 2 plus Line 3 plus Line 4 minus Line 5 minus Line 6 minus Line 7)	_____	_____

NONE

SCHEDULE DB - PART B - VERIFICATION BETWEEN YEARS

Options, Caps, Floors and Insurance Futures Options Written

1. Book value, December 31, prior year (Line 8, prior year)	_____	_____
2. Consideration received (Section 2, Column 7)	_____	_____
3. Increase/(Decrease) by Adjustment (Section 1, Column 12) plus (Section 3, Column 13)	_____	_____
4. Gain/(Loss) on Termination:		
4.1 Recognized (Section 3, Column 14)	_____	_____
4.2 Used to Adjust Basis (Section 3, Column 15)	_____	_____
5. Consideration Paid on Terminations (Section 3, Column 16)	_____	_____
6. Used to Adjust Basis on Open Contracts (Section 3, Column 17)	_____	_____
7. Disposition of Deferred Amount on Contracts Terminated in Prior Year:		
7.1 Recognized	_____	_____
7.2 Used to Adjust Basis	_____	_____
8. Book value, December 31, Current Year	_____	_____

NONE

SCHEDULE DB - PART C - VERIFICATION BETWEEN YEARS

Swaps and Forwards

1. Book value, December 31, prior year (Line 8, prior year)	.....	.....
2. Cost or (Consideration Received) (Section 2, Column 7)	.....	.....
3. Increase/(Decrease) by Adjustment (Section 1,	.....	.....
4. Gain/(Loss) on Termination:		
4.1 Recognized (Section 3, Column 14)	.....	.....
4.2 Used to Adjust Basis of Hedged Item (Se	.....	.....
5. Consideration Received (or Paid) on Termination	.....	.....
6. Used to Adjust Basis on Hedged Item on Open Contracts (Section 1, Column 13)	.....	.....
7. Disposition of Deferred Amount on Contracts Terminated in Prior Year:		
7.1 Recognized	.....	.....
7.2 Used to Adjust Basis of Hedged Item	.....	.....
8. Book value, December 31, Current Year (Line 1 plus Line 2 plus Line 3 plus Line 4 minus Line 5 minus Line 6 minus Line 7)	.....	.....

NONE

SCHEDULE DB - PART D - VERIFICATION BETWEEN YEARS

Futures Contracts and Insurance Futures Contracts

1. Book value, December 31, prior year (Line 8, prior year)	.....	.....
2. Change in total Variation Margin on Open Contracts (Difference between years-Section 1, Column 6)	.....	.....
3.1 Change in Variation Margin on Open Contracts Used to Adjust Basis of Hedged Item (Section 1, Column 11)	.....	.....
3.2 Change in Variation Margin on Open Contracts Recognized (Difference between years-Section 1, Column 10)	.....	.....
4.1 Variation Margin on Contracts Terminated During	.....	.....
4.2 Less:		
4.21 Gain/(Loss) Recognized in Current Year	.....	.....
4.22 Gain/(Loss) Used to Adjust Basis of He	.....	.....
4.3 Subtotal (Line 4.1 minus Line 4.2)	.....	.....
5.1 Net Additions to Cash Deposits (Section 2, Column 7)	.....	.....
5.2 Less: Net Reductions to Cash Deposits (Section 3, Column 8)	.....	.....
6. Subtotal (Line 1 minus Line 2 plus Line 3.1 plus Line 3.2 minus Line 4.3 plus Line 5.2)	.....	.....
7. Disposition of Gain/(Loss) on Contracts Terminated in Prior Year:		
7.1 Recognized	.....	.....
7.2 Used to Adjust Basis of Hedged Item	.....	.....
8. Book value, December 31, Current Year (Line 6 plus Line 7.1 plus Line 7.2)	.....	.....

NONE

SCHEDULE DB - PART E - VERIFICATION

Statement Value and Fair Value of Open Contracts

		Statement Value
1. Part A, Section 1, Column 10	.....	.....
2. Part B, Section 1, Column 10	.....	.....
3. Part C, Section 1, Column 10	.....	.....
4. Part D, Section 1, Column 9 minus Column 12	.....	.....
5. Line 1 minus Line 2 plus Line 3 plus Line 4	.....	.....
6. Part E, Section 1, Column 4	.....	.....
7. Part E, Section 1, Column 5	.....	.....
8. Line 5 minus Line 6 minus Line 7	.....	.....
		Fair Value
9. Part A, Section 1, Column 11	.....	.....
10. Part B, Section 1, Column 11	.....	.....
11. Part C, Section 1, Column 11	.....	.....
12. Part D, Section 1, Column 9	.....	.....
13. Line 9 minus Line 10 plus Line 11 plus Line 12	.....	.....
14. Part E, Section 1, Column 7	.....	.....
15. Part E, Section 1, Column 8	.....	.....
16. Line 13 minus Line 14 minus Line 15	.....	.....

NONE

SCHEDULE DB - PART F - SECTION 1

Replicated (Synthetic) Assets Open

Replicated (Synthetic) Asset			Components of the Replicated (Synthetic) Asset								
1	2	3	4	5	Derivative Instruments Open			Cash Instrument(s) Held			
Replication RSAT Number	Description	MVIC Designation or Other Description	Statement Value	Fair Value	6	7	8	9	10	11	12
					Description	Fair Value	CUSIP	Description	Statement Value	Fair Value	MVIC Designation or Other Description

NONE

SCHEDULE DB - PART F - SECTION 2

Reconciliation of Replicated (Synthetic) Assets Open

	First Quarter		Second Quarter		Third Quarter		Fourth Quarter		Year-To-Date	
	1	2	3	4	5	6	7	8	9	10
	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value
1. Beginning Inventory										
2. Add: Opened or Acquired Transactions										
3. Add: Increases in Replicated Asset Statement Value	XXX						XXX		XXX	
4. Less: Closed or Disposed of Transactions										
5. Less: Positions Disposed of for Failing Effectiveness Criteria										
6. Less: Decreases in Reconciled (Synthetic) Asset Statement Value	XXX						XXX		XXX	
7. Ending Inventory										

NONE

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE F - PART 1

Assumed Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsured	4 Domesticity, Jurisdiction	5 Assumed Premium	6 Reinsurance On		9 Contingent Commissions Payable	10 Assumed Premiums Receivable	11 Unearned Premium	12 Funds Held By or Deposited With Reinsured Companies	13 Letters of Credit Pooled	14 Amount of Assets Pledged or Comprising Balances to Secure Letters of Credit	15 Amount of Assets Pledged or Comprising Collateral Held in Trust	
					6 Paid Losses and Less Adjustment Expenses	7 Known Case Losses and LAE								
Affiliates - U.S. Intercompany Pooling														
23-243406	Z258	ATLANTIC STATES INSURANCE COMPANY	PA	76,823	4,315	41,982	46,297	5,270	38,296					
0199999		Subtotal - Affiliates - U.S. Intercompany Pooling		76,823	4,315	41,982	46,297	5,270	38,296					
Affiliates - U.S. Non-Pool														
54-008765	2887	SOUTHERN INSURANCE COMPANY OF VIRGINIA	VA	60,870	297	21,627	21,924	137	30,755					
42-037670	1439	LE MARS INSURANCE COMPANY	IA	20,653		4,563	20,653	25	30,570					
0299999		Subtotal - Affiliates - U.S. Non-Pool		81,523	297	27,190	27,883	162	41,325					
0499999		Subtotal - Affiliates		158,346	4,612	69,568	74,180	5,432	79,621					
9999999 - TOTAL - Schedule F, Part 1				158,346	4,612	69,568	74,180	5,432	79,621					

SCHEDULE F - PART 2

Premium Portfolio Reinsurance Effected or (Cancelled) during Current Year

1 Federal ID Number	2 NAIC Company Code	3 Name of Company	4 Date of Contract	5 Original Premium	6 Reinsurance Premium
------------------------------	------------------------------	----------------------	--------------------------	--------------------------	-----------------------------

NONE

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY
SCHEDULE F - PART 3

Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Covering 75% or More of Direct Premiums Written	6 Reinsurance Premiums Ceded	Reinsurance Recoverable On										16 Net Amount Recoverable From Reinsurers Column 15 - (10 + 17)	19 Funds Held by Company Under Reinsurance Treaties
						7 Paid Losses	8 Paid LAE	9 Known Case Loss Reserves	10 Known Case LAE Reserves	11 IBNR Loss Reserves	12 IBNR/LAE Reserves	13 Unearned Premiums	14 Contingent Commissions	15 Column 7 through Column 14 Totals	15 Reinsurance Payable		
25-250426	2289	ATLANTIC STATES INSURANCE COMPANY PA	PA	184,028	184,028	9,213	650	91,765	13,650	13,650	8,892	90,357	214,317	13,252	201,065		
0195889		Authorized - Affiliates - U.S. Intercompany Pooling				9,213	650	91,765	13,650	13,650	8,892	90,357	214,317	13,252	201,065		
54-089785	2987	SOUTHERN INSURANCE COMPANY OF VIRGINIA	VA	57,379	57,379			17,094	4,700	1,520	30,914	54,238			54,238		
42-016770	14389	LE MARS INSURANCE COMPANY	IA	24,388	24,388			5,959	2,725	351	10,570	19,605			19,605		
0295899		Authorized - Affiliates - U.S. Non-Pool						23,063	7,425	1,881	41,484	73,843			73,843		
0495899		Authorized - Affiliates				9,213	650	114,818	21,075	10,563	81,844	289,180	13,252		274,928		
Authorized - Other U.S. Unaffiliated Insurers																	
13-424125	7027	AMERICAN REINSURANCE COMPANY	DE	941	941	82		811			443	1,335	116		1,220		
37-053900	25143	STATE FARM FIRE AND CASUALTY	IL			26		610				838			838		
35-219888	33459	DORNING REINSURANCE COMPANY	MI	3,589	3,589	53	51	3,272	1,454	900	5,730	3,411			5,071		
15-271822	23078	ODYSSEY RE	DE	2,284	2,284	33	31	2,069	893	562	3,518	209			3,277		
15-803116	98038	PARTNER RE	NY	3,778	3,778	55	54	3,445	1,500	947	6,031	359			5,690		
15-162533	23584	SWISS REINSURANCE AMERICA CORP.	NY	5,781	5,781			402			2,603	3,065	320		2,745		
15-010165	60607	OKA RE	NY					745				745			745		
0695899		Other U.S. Unaffiliated Insurers (Under \$10,000)		570	570	346		17			263	16			510		
0695899		Authorized - Other U.S. Unaffiliated Insurers		16,863	16,863	597	136	11,511	3,877	2,399	3,399	21,829	16	(357)	21,482		

NOTE: A. Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$50,000.

1	2	3
Name of Reinsurer	Commission Rate	Ceded Premium
1)
2)
3)
4)
5)

B. Report the five largest reinsurance recoverables reported in Column 15, due from any one reinsurer (based on the total recoverables, Line 0695899, Column 15), the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

1	2	3	4
Name of Reinsurer	Total Recoverables	Ceded Premium	Affiliated
1) ATLANTIC STATES INSURANCE COMPANY	214,317	184,028	Yes (X) No ()
2) SOUTHERN INSURANCE COMPANY OF VIRGINIA	54,238	57,379	Yes (X) No ()
3) LE MARS INSURANCE COMPANY	19,605	20,388	Yes (X) No ()
4) PARTNER RE	6,031	3,778	Yes (X) No ()
5) DORNING REINSURANCE COMPANY	5,730	3,588	Yes (X) No ()

SCHEDULE F - PART 3

Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Being 75% or More of Direct Premiums Written	6 Reinsurance Premiums Ceded	Reinsurance Receivable On							Reinsurance Payable			18 Net Amount Receivable From Reinsurers Columns 15- (18 + 17)	19 Events Held by Company Under Reinsurance Treaties	
						7 Paid Losses	8 Paid LAE	9 Known Cases Loss Reserves	10 Known Case LAE Reserves	11 IBNR Loss Reserves	12 IBNR/LAE Reserves	13 Unearned Premiums	14 Contingent Commissions	15 Column 7 through Column 14 Totals	16 Ceded Balances Payable			17 Other Accounts Due To Reinsurers
AA-164123		HANNOVER RUCKVERSICHERUNGS-AG	OT		3,022	44	43	2,756		1,220	758			4,824			5,111	
089999 - Subtotal - Authorized - Other Non-U.S. Insurers					3,022	44	43	2,756		1,220	758			4,824			5,111	
089999 - Subtotal - Authorized					281,660	9,854	829	129,085		26,175	13,720	135,150		314,813	12,688		302,205	
089999 - Subtotal - Authorized and Unauthorized					281,660	9,854	829	129,085		26,175	13,720	135,150		314,813	12,688		302,205	
089999 - TOTAL - Schedule F, Part 3					281,660	9,854	829	129,085		26,175	13,720	135,150		314,813	12,688		302,205	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE F - PART 4

Aging of Ceded Reinsurance as of December 31, Current Year ('000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses						11 Total Due Column 5 plus Column 10	12 Percentage Overdue Column 10 divided by Column 11	13 Percentage more Than 120 Days Overdue Column 9 divided by Column 11
				Overdue								
				6 1 to 29 Days	7 30 - 59 Days	8 91 - 120 Days	9 Over 120 Days	10 Total Overdue Columns 6 + 7 + 8 + 9				
22-263926	Z286	ATLANTIC STATES INSURANCE COMPANY	PA	9,653					9,653			
0189393		Affiliates - U.S. Intercompany Pooling		9,653					9,653			
0189393		Affiliates - U.S. Intercompany Pooling		9,653					9,653			
0493993		Subtotal - Authorized - Affiliates		9,653					9,653			
Authorized - Other U.S. Unaffiliated Insurers												
14-05125	0027	AMERICAN REINSURANCE COMPANY	DE	82					82			
37-053300	2514	STATE FARMERS AND CASUALTY	IL	26					26			
26-216508	2489	DOMINCO REINSURANCE COMPANY	MI	104					104			
12-278782	2670	DOVSEY RE	DE	64					64			
13-303170	3263	PRATHER RE	RI	189					189			
6338993		Subtotal - Other U.S. Unaffiliated Insurers		345					345			
Authorized - Other Non-U.S. Insurers												
A4-130725		HANNOVER RUCKVERSICHERUNGS-AG	OT	87					87			
0899993		Subtotal - Authorized - Other Non-U.S. Insurers		87					87			
0899993		Subtotal - Authorized and Unauthorized		10,662					10,662			
0899993		Subtotal - Authorized and Unauthorized		10,662					10,662			
0899993		TOTAL - Schedule F, Part 4		10,662					10,662			

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY
SCHEDULE F - PART 5

Provision for Unauthorized Reinsurance as of December 31, Current Year (000 Omitted)

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Federal ID Number	NAC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Reinsurance Recoverable all Items Schedule F Part 3, Column 15	Funds Held By Company Under Reinsurance Treaties	Letters of Credit	Ceded Balances Payable	Miscellaneous Balances	Other Allowed Offset Items	Sum of Columns 6 through 10 but not in excess of Column 5	Subtotal Column 5 minus Column 11	Recoverable Paid Losses & LAF Expenses Over 90 Days past Due and in Dispute	20% of Amount in Column 13	Sum of Column 11 or 20% of Amount in Dispute included in Column 14	Sum of Column 11 or 20% of Amount in Dispute included in Column 15	Total Provision for Unauthorized Reinsurance Recoverable all Items Schedule F Part 3, Column 5, or Columns 12 + 15 + 16

NONE

1. Amounts in dispute totaling \$ are included in Column 5.
 2. Amounts in dispute totaling \$ are excluded from Column 13.

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE F - PART 6

Provision for Overdue Authorized Reinsurance as of December 31, Current Year

1	2	3	4	5	6	7	8	9	10	11
Federal ID Number	NAIC Company Code	Name of Reinsurer	Reinsurance Recoverable on Paid Losses and LAE More Than 90 Days Overdue (e)	Total Reinsurance Recoverable on Paid Losses and Paid LAE (b)	Amounts Received Prior 90 Days	Column 4 divided by (Column 5 plus Column 6)	Amounts in Column 4 for Companies Reporting less than 20% in Column 7	Amounts in Dispute Excluded from Column 4 for Companies Reporting less than 20% in Column 7	20% of Amount in Column 9	Amount Reported in Column 8 x 20% plus Column 10

NONE

(a) From Schedule F - Part 4 Columns 8 plus 9, total authorized, less \$ in dispute.
 (b) From Schedule F - Part 3 Columns 7 plus 8, total authorized, less \$ in dispute.

SCHEDULE F - PART 7

Provision for Overdue Reinsurance as of December 31, Current Year

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Reinsurance Recoverable All Items	5 Funds Held By Company Under Reinsurance Treaties	6 Letters of Credit	7 Ceded Balances Payable	8 Other Miscellaneous Balances	9 Other Allowed Other Items	10 Sum of Column 5 through Column 9 but not in excess of Column 4	11 Column 4 minus Column 10	12 Greater of Column 11 or Schedule F - Part 4 Column 8 plus Column 9
------------------------------	------------------------------	------------------------	---	--	------------------------------	--------------------------------	--------------------------------------	-----------------------------------	---	-----------------------------------	---

NONE

1. Total
2. Line 1 x 20
3. Schedule F - Part 6 Column 11
4. Provision for Overdue Authorized Reinsurance (Line 2 plus Line 3)
5. Provision for Unauthorized Reinsurance (Schedule F - Part 5, Column 11 x 1000)
6. Provision for Reinsurance (sum Line 4 plus Line 5) (Enter this amount on Page 3, Line 16)

SCHEDULE F - PART 8

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

	1	2	3
	As Reported (Net of Ceded)	Restatement Adjustments	Restated (Gross of Ceded)
ASSETS (Page 2, Column 3)			
1. Cash and invested assets (Line 10)	208,324,651		208,324,651
2. Premiums and considerations (Line 13)	42,100,185		42,100,185
3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 14.1)	10,682,369	(10,682,369)	
4. Funds held by or deposited with reinsured companies (Line 14.2)			
5. Other assets	7,776,267		7,776,267
6. Net amount recoverable from reinsurers		316,537,088	316,537,088
7. Totals (Line 26)	268,883,522	305,854,689	574,738,211
LIABILITIES (Page 3)			
8. Losses and loss adjustment expenses (Line 1 through Line 3)	67,436,872	163,312,194	250,749,066
9. Taxes, expenses, and other obligations (Line 4 through Line 8)	33,465,510		33,465,510
10. Unearned premiums (Line 9)	38,724,475	135,150,405	173,874,970
11. Advance premiums (Line 10)			
12. Dividends declared and unpaid (Line 11.1 and Line 11.2)	1,054,000		1,054,000
13. Ceded reinsurance premiums payable (net of ceding commissions) (Line 12)	12,608,250	(12,608,000)	250
14. Funds held by company under reinsurance treaties (Line 13)			
15. Amounts withheld or retained by company for account of others (Line 14)	790,037		790,037
16. Provision for reinsurance (Line 16)			
17. Other liabilities (Line 15 and Line 17 through Line 23)	73,787		73,787
18. Total liabilities excluding protected cell business (Line 26 minus Line 25)	154,152,591	305,854,689	460,007,620
19. Surplus as regards policyholders (Line 35)	114,730,591	X X X	114,730,591
20. Totals (Line 36)	268,883,522	305,854,689	574,738,211

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements?

Yes (X) No ()

If yes, give full explanation:

The Company has entered into 100% retrocessional agreements with Southern Insurance Company of Virginia and Le Mars Insurance Company (the latter was effective April 1, 2004).

.....

Page 42

Sch. H, Accident and Health Exhibit, Part 1
NONE

Page 43

Sch. H, Accident and Health Exhibit, Part 2
NONE

Sch. H, Accident and Health Exhibit, Part 3
NONE

Sch. H, Accident and Health Exhibit, Part 4
NONE

Page 44

Sch. H, Pt. 5, Health Claims
NONE

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12	Number Claim Reports Direct Assumed	
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10			11
				4	5	6	7	8	9				
Direct and Assumed	Ceded	Net (Columns 1 - 2)	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Received	Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)			
1. Prior	XXX	XXX	XXX	802	676	95	76	55	9	18	191	XXX	
2. 1996	164,821	107,792	47,029	104,096	71,563	9,466	6,660	4,070	206	1,616	39,221	XXX	
3. 1997	166,963	117,405	49,578	88,483	61,477	8,671	5,981	4,234	324	1,591	33,626	XXX	
4. 1998	173,169	121,846	51,334	95,845	63,267	7,299	4,796	4,659	390	1,344	39,350	XXX	
5. 1999	184,729	129,752	54,977	110,019	75,310	7,229	4,879	5,638	822	1,949	41,875	XXX	
6. 2000	198,867	144,358	54,529	115,692	82,460	6,596	4,698	7,094	2,330	1,752	39,996	XXX	
7. 2001	232,665	177,194	55,761	122,861	91,465	7,585	5,416	7,199	2,388	1,573	36,375	XXX	
8. 2002	254,494	195,673	58,821	130,604	97,431	5,758	3,991	7,033	2,135	1,847	39,836	XXX	
9. 2003	282,650	217,539	65,311	187,779	103,146	4,326	2,679	7,978	2,818	1,877	41,440	XXX	
10. 2004	323,559	249,498	74,061	128,382	98,597	2,696	1,497	7,192	2,362	1,713	35,814	XXX	
11. 2005	354,562	273,246	81,306	95,684	74,314	1,349	668	5,566	1,692	1,081	26,125	XXX	
12. Totals	XXX	XXX	XXX	1,130,447	819,706	61,090	41,221	60,717	15,478	16,531	375,849	XXX	

Case Basis	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	Num Cls - Dtl Ass
	13	14	Bulk + IBNR		17	18	Bulk + IBNR		21	22			
			15	16			19	20					
Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Anticipated	Total Net Losses and Expenses Unpaid		
1.	3,816	3,274	239	230			314	254	135	56	681	XI	
2.	2,148	1,794					345	270	174	119	553	XI	
3.	807	570					69	48	87	53	292	XI	
4.	3,225	2,680					264	169	376	221	1,395	XI	
5.	4,373	2,975					368	248	404	245	1,797	XI	
6.	6,187	4,398					635	376	675	423	2,200	XI	
7.	11,255	8,189					1,047	759	1,339	858	3,804	XI	
8.	17,792	13,283	256	256			1,824	1,399	1,959	1,398	5,585	XI	
9.	22,285	15,909	2,960	2,705			2,221	1,629	2,736	1,795	6,169	XI	
10.	38,502	28,512	7,120	5,785			4,033	3,025	4,932	3,388	13,947	XI	
11.	63,384	48,191	21,945	17,185			7,250	5,543	8,831	5,675	24,496	XI	
12. Totals	173,754	128,084	32,525	26,175			18,240	13,720	21,617	14,332	62,825	XI	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nonlabular Discount		34	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33		35	36
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense	Inter-Company Pooling Participation Percentage	Losses Unpaid	Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	542	
2.	120,290	80,516	39,774	77.7	74.7	84.6			35.0	444	
3.	102,352	68,434	33,918	61.3	58.3	68.4			35.0	237	
4.	111,669	70,324	40,745	64.5	58.2	79.4			35.0	1,145	
5.	128,032	84,450	43,582	69.3	65.1	79.3			35.0	1,398	
6.	136,785	94,569	42,196	58.8	65.5	77.4			30.0	1,789	
7.	151,290	109,111	42,179	65.0	61.6	75.6			30.0	3,956	
8.	168,224	119,803	45,421	64.9	61.2	77.2			30.0	4,509	
9.	180,285	130,659	49,605	63.7	60.1	76.0			30.0	6,632	
10.	192,627	143,688	49,761	59.8	57.3	67.2			30.0	11,325	
11.	204,169	153,568	50,621	57.6	56.2	62.3			30.0	19,833	
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX	51,020	

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nonlabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT		
	1	2	3	4	5	6	7	8	9	10	11	12	
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	One Year	Two Year	
1. Prior								747	747	747			
2. 1996	36,882	36,304	36,657	36,881	35,876	36,149	35,982	35,967	35,927	35,848	(79)	(119)	
3. 1997	XXX	29,939	30,930	31,130	31,198	30,385	29,994	30,107	29,930	29,974	44	(133)	
4. 1998	XXX	XXX	33,868	35,399	35,992	36,858	36,920	36,593	36,535	36,321	(214)	(272)	
5. 1999	XXX	XXX	XXX	35,689	37,735	39,269	39,566	38,831	38,505	38,577	72	(254)	
6. 2000	XXX	XXX	XXX	XXX	34,433	37,018	38,370	38,841	37,870	37,180	(890)	(1,661)	
7. 2001	XXX	XXX	XXX	XXX	XXX	35,369	37,701	38,442	38,136	36,919	(1,217)	(1,523)	
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	40,349	40,868	40,427	39,872	(555)	(997)	
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	44,465	43,908	43,504	(404)	(982)	
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	43,384	43,317	(67)	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	43,891	XXX	XXX	
											12. Totals	(3,110)	(5,941)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior	0 0 0									145	XXX	XXX
2. 1996	20,900	27,125	29,560	31,910	32,959	33,670	34,424	34,782	35,234	35,359	XXX	XXX
3. 1997	XXX	16,236	21,818	24,103	26,304	28,027	28,995	29,273	29,570	29,716	XXX	XXX
4. 1998	XXX	XXX	19,384	25,807	28,520	31,080	33,042	34,152	34,689	35,081	XXX	XXX
5. 1999	XXX	XXX	XXX	19,938	26,714	30,167	33,277	35,073	36,292	37,059	XXX	XXX
6. 2000	XXX	XXX	XXX	XXX	19,428	26,320	29,699	32,248	34,025	35,232	XXX	XXX
7. 2001	XXX	XXX	XXX	XXX	XXX	18,425	24,809	28,585	31,566	33,565	XXX	XXX
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	21,341	28,233	31,725	34,938	XXX	XXX
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24,957	32,872	36,280	XXX	XXX
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22,016	30,984	XXX	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22,251	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										60
2. 1996	4,794	1,469	1,150	852	377	323	209	157	61	45
3. 1997	XXX	3,870	1,483	1,180	769	259	112	100	28	21
4. 1998	XXX	XXX	3,892	1,638	1,180	818	430	258	150	95
5. 1999	XXX	XXX	XXX	4,364	1,859	1,402	873	492	172	120
6. 2000	XXX	XXX	XXX	XXX	4,521	1,836	1,322	899	330	159
7. 2001	XXX	XXX	XXX	XXX	XXX	5,684	1,982	1,465	647	288
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	5,503	1,976	941	425
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,919	1,521	847
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,303	2,343
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,467

SCHEDULE P - PART 1A - HOMEOWNERS/FARMOWNERS

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number Claim Reports Direct Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior	XXX	XXX	XXX	48	38	3	2				11	XX	
2. 1996	26,851	19,371	7,480	31,084	21,381	1,856	1,423	1,060	10	308		11,166	
3. 1997	31,740	22,800	8,940	17,681	12,110	1,288	928	763	18	249		6,666	
4. 1998	34,834	24,914	9,920	22,138	13,996	1,057	689	1,132	41	114		9,602	
5. 1999	37,491	26,680	10,811	23,568	15,950	1,158	815	1,381	191	292		9,141	
6. 2000	39,850	29,008	10,844	22,541	16,064	922	712	1,742	631	182		7,798	
7. 2001	44,581	33,787	10,800	21,628	15,930	715	532	1,469	626	113		6,824	
8. 2002	47,939	36,544	11,415	24,892	18,080	418	326	1,696	613	90		7,987	
9. 2003	54,286	42,040	12,246	38,501	28,333	743	340	2,714	1,190	148		12,055	
10. 2004	63,204	48,743	14,461	28,323	21,541	227	163	2,144	872	88		8,118	
11. 2005	69,090	53,107	15,983	23,495	19,291	147	108	1,549	589	26		6,203	
12. Totals	XXX	XXX	XXX	253,869	181,713	8,544	6,038	15,650	4,681	1,610		85,631	XX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number Claims Outstanding - Direct Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	20	20											
2.													
3.													
4.	154	141					5	5	6	4		15	
5.	94	64					3	2	12	8		35	
6.	466	324					15	11	63	41		168	
7.	788	548					24	17	102	66		283	
8.	466	329					14	10	68	48		160	
9.	1,387	1,098					44	35	142	99		341	
10.	1,626	1,084					47	33	177	111		522	
11.	8,171	6,462	1,275	1,125			292	231	654	676		2,188	
12.	13,071	10,070	1,275	1,125			444	344	1,424	953		3,722	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.	33,980	22,814	11,166	128.6	117.8	149.3			35.0		
3.	19,742	13,056	6,686	62.2	57.3	74.8			35.0		
4.	24,492	14,875	9,617	70.3	59.7	96.9			35.0		43
5.	26,206	17,030	9,176	69.9	63.6	85.0			35.0		30
6.	25,749	17,783	7,966	64.6	61.3	73.5			30.0		142
7.	24,726	17,619	7,107	55.5	52.1	65.8			30.0		240
8.	27,653	19,406	8,147	57.5	53.1	71.4			30.0		136
9.	43,531	31,065	12,436	88.2	74.0	101.6			30.0		289
10.	32,444	23,804	8,640	51.3	48.8	59.7			30.0		442
11.	35,783	27,382	8,401	51.8	51.6	52.6			30.0		1,859
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	3,151	571

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 1B - PRIVATE PASSENGER AUTO LIABILITY/MEDICAL

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	245	230	13	17	14	47	5	25	XXX
2. 1986	32,157	21,915	10,242	21,890	14,701	2,205	1,375	1,061	66	81	9,033	8,50
3. 1987	34,808	24,203	10,605	20,983	13,973	2,221	1,382	1,185	64	54	8,568	8,57
4. 1988	36,797	25,652	11,145	22,718	15,406	1,940	1,248	1,115	112	54	9,097	9,39
5. 1989	38,458	26,777	11,681	25,221	17,335	1,933	1,194	1,276	199	76	9,703	8,20
6. 2000	39,439	28,298	11,141	25,073	17,201	1,753	1,107	1,409	326	45	9,601	7,35
7. 2001	49,120	37,984	11,136	32,351	24,311	2,180	1,507	1,559	399	68	9,873	10,05
8. 2002	54,267	42,256	12,011	37,124	27,191	2,143	1,266	1,652	330	74	12,032	8,55
9. 2003	57,846	44,611	13,235	32,021	24,403	1,147	574	1,271	271	75	9,191	10,42
10. 2004	61,819	48,249	13,570	31,753	24,819	1,154	474	1,158	213	67	8,569	10,24
11. 2005	64,695	50,525	14,170	18,493	14,303	777	186	770	133	42	5,328	9,86
12. Totals	XXX	XXX	XXX	267,382	193,873	17,476	10,330	12,370	2,055	651	80,930	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number Claims Outstanding - Direct Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	1,460	1,204					128	105	48	10		317	
2.	315	205					28	19	42	25		136	
3.	235	153					20	13	31	19		101	
4.	458	301					40	26	60	37		194	
5.	919	647					76	52	98	58		336	
6.	1,136	889					91	69	102	66		305	
7.	3,295	2,614					277	216	301	202		839	
8.	5,848	4,278	150	150			514	377	656	458		1,935	1
9.	7,171	5,243	850	700			604	502	889	587		2,562	2
10.	17,687	13,307	1,100	950			1,608	1,194	1,953	1,285		5,832	5
11.	25,264	19,111	3,500	2,900			2,425	1,837	2,928	1,949		8,320	2,3
12.	63,988	47,952	5,600	4,700			5,891	4,411	7,138	4,677		20,877	3,3

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	256	
2.	25,541	16,372	9,169	79.4	74.7	89.5			35.0	110	
3.	24,275	15,606	8,669	69.7	64.5	81.7			35.0	82	
4.	26,331	17,130	9,201	71.6	66.8	82.8			35.0	157	
5.	29,523	19,484	10,039	76.8	72.8	85.9			30.0	247	
6.	29,504	19,658	9,806	75.0	69.5	89.9			30.0	681	
7.	39,963	29,251	10,712	81.4	77.0	96.2			30.0	1,570	
8.	48,017	34,090	13,927	88.5	80.6	116.3			30.0	2,078	
9.	44,833	32,280	11,753	76.1	72.4	88.8			30.0	4,730	
10.	56,623	42,222	14,401	91.5	87.5	105.1			30.0	6,753	
11.	64,087	49,419	13,668	83.6	80.0	96.3			30.0		
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	16,936	3,94

**SCHEDULE P - PART 1C
COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								Num Chg Reprc Direct Assu
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1-2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Columns 4-5 + 6-7 + 8-9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	12					1		13	X
2. 1996	9,551	6,292	3,259	6,455	4,417	719	517	258	23	40	2,473	
3. 1997	10,449	6,984	3,465	6,668	4,478	600	430	281	35	12	2,656	
4. 1998	11,122	7,461	3,661	8,346	5,700	939	630	348	51	36	3,252	
5. 1999	12,493	8,394	4,099	10,034	6,891	772	535	416	87	105	3,711	
6. 2000	14,359	10,067	4,352	8,965	6,303	609	431	344	119	30	3,085	
7. 2001	15,679	11,297	4,382	7,796	5,674	540	368	414	122	15	2,566	
8. 2002	16,592	12,347	4,245	6,706	4,820	505	370	401	82	13	2,340	
9. 2003	17,558	13,069	4,489	5,364	3,872	347	260	349	73	22	1,855	
10. 2004	20,397	15,455	4,942	5,545	4,010	73	42	304	52	14	1,619	
11. 2005	22,996	17,430	5,566	3,244	2,479	8	6	218	36	10	949	
12. Totals	XXX	XXX	XXX	69,136	48,644	5,162	3,609	3,334	680	299	24,699	X

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	Num (Out of Amt)
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	3											3	
2.													
3.	59	38				5	3	8	5			26	
4.	1,137	739				86	56	149	96			481	
5.	349	207				28	17	48	29			172	
6.	969	679				71	49	115	77			350	
7.	1,369	978				105	74	178	124			496	
8.	2,134	1,524				159	110	266	185			737	
9.	3,248	2,211	50	700		251	172	395	267			1,254	
10.	4,277	3,137	850	500		385	287	562	391			1,659	
11.	5,776	4,209	2,900	2,300		654	490	946	658			2,619	
12.	19,341	13,722	3,800	3,050		1,744	1,261	2,667	1,822			7,697	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expt Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	3	
2.	7,430	4,957	2,473	77.8	78.8	75.9			35.0		
3.	7,671	4,989	2,682	73.4	71.4	77.4			35.0	21	
4.	11,065	7,272	3,793	99.9	97.5	102.0			35.0	398	
5.	11,649	7,766	3,883	93.2	92.5	94.7			35.0	142	
6.	11,073	7,658	3,415	77.1	76.5	78.5			30.0	290	
7.	10,422	7,360	3,062	66.5	65.2	69.9			30.0	411	
8.	10,171	7,094	3,077	61.3	57.5	72.5			30.0	610	
9.	10,004	6,895	3,109	56.9	52.6	69.6			30.0	1,037	
10.	11,997	8,619	3,378	58.8	55.8	68.4			30.0	1,280	
11.	13,746	10,178	3,568	59.8	58.4	64.1			30.0	2,167	
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	6,369	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 1D - WORKERS' COMPENSATION

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1-2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4-5 + 6-7 + 8-9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	460	376	61	47	35	6		127	XXX
2. 1996	26,708	18,103	8,605	10,571	6,788	996	662	401	31	72	4,487	3
3. 1997	25,138	17,692	7,446	10,420	7,279	1,004	722	540	38	110	3,925	2
4. 1998	22,283	15,789	6,494	11,409	7,326	953	607	462	46	67	4,845	2
5. 1999	23,806	16,951	6,857	16,532	11,367	1,153	807	734	123	74	6,122	2
6. 2000	25,733	19,402	6,331	16,258	11,192	1,129	789	646	157	77	5,895	2
7. 2001	28,403	21,709	6,694	16,490	11,344	1,225	862	705	151	10	6,064	2
8. 2002	29,014	21,921	7,093	14,622	10,363	1,000	739	719	138	28	5,101	2
9. 2003	34,280	25,753	8,527	12,794	9,359	963	715	624	118	34	4,189	2
10. 2004	39,050	29,232	9,818	11,044	8,083	568	414	580	99	24	3,596	3
11. 2005	43,376	32,276	11,100	6,714	5,074	207	150	383	63	3	2,017	3
12. Totals	XXX	XXX	XXX	127,314	88,551	9,289	6,514	5,830	970	499	46,368	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number Claim Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	2,015	1,804					143	128	57	32		251	
2.	1,118	893					81	65	75	46		268	
3.	390	291					28	21	30	18		118	
4.	1,113	662					51	48	99	45		538	
5.	2,400	1,646					176	121	147	57		899	
6.	2,324	1,593					169	116	195	108		871	
7.	2,732	1,876					198	138	251	149		1,020	
8.	5,301	4,037	190	100			396	304	402	251		1,507	
9.	5,418	3,497	1,950	1,845			535	388	621	379		2,415	
10.	7,535	5,517	4,550	3,530			876	656	1,208	846		3,620	
11.	11,641	8,760	6,850	6,395			1,460	1,093	2,045	1,410		6,358	
12.	41,987	30,576	15,450	11,870			4,163	3,076	5,130	3,343		17,865	1

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			NonTabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	211	
2.	13,242	8,487	4,755	49.6	46.9	55.3			35.0	226	
3.	12,412	8,369	4,043	49.4	47.3	54.3			35.0	89	
4.	14,117	8,734	5,383	63.4	55.3	62.9			35.0	461	
5.	21,142	14,121	7,021	66.8	63.3	69.2			35.0	754	
6.	20,721	13,955	6,766	80.5	71.9	80.9			30.0	731	
7.	21,602	14,518	7,084	76.1	66.9	77.4			30.0	856	
8.	22,540	15,932	6,608	77.7	72.7	83.2			30.0	1,264	
9.	22,905	16,301	6,604	66.8	63.3	77.4			30.0	2,026	
10.	26,361	19,145	7,216	67.5	65.5	73.5			30.0	3,038	
11.	31,320	22,945	8,375	72.2	71.1	75.5			30.0	5,336	1,022
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	14,991	2,874

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 1E - COMMERCIAL MULTIPLE PERIL

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								Number of Claims Reported Directly Assured
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	41	25	10	5	5	2	2	24	X
2. 1996	27,096	19,453	7,643	18,175	13,576	2,664	2,100	782	95	176	6,650	
3. 1997	28,510	20,110	8,400	15,116	10,899	2,729	1,971	882	159	142	5,699	
4. 1998	28,584	20,083	8,501	11,552	7,745	2,132	1,435	703	135	145	5,072	
5. 1999	29,699	20,585	9,014	13,369	9,234	1,858	1,276	826	179	150	5,364	
6. 2000	32,339	23,235	9,104	13,952	10,026	1,936	1,368	1,267	535	166	5,225	
7. 2001	36,408	26,951	9,447	15,273	11,825	2,627	1,901	1,319	584	80	4,808	
8. 2002	38,353	29,053	9,299	14,604	11,660	1,334	990	926	411	220	3,803	
9. 2003	43,070	32,768	10,302	14,034	10,164	924	679	1,189	508	180	4,798	
10. 2004	53,395	40,166	13,229	16,584	13,027	459	260	1,346	624	65	4,488	
11. 2005	61,262	46,217	15,045	19,267	7,919	127	109	660	380	15	2,855	
12. Totals	XXX	XXX	XXX	142,977	108,090	17,090	12,084	10,105	3,613	1,331	48,285	X

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	Number of Claims Outstanding Directly Assured
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	39	16				5	2	7	3		30		
2.	271	176				39	25	47	30		126		
3.	109	76				16	11	18	10		44		
4.	360	234				52	34	62	39		167		
5.	609	408				85	56	99	63		266		
6.	1,143	779				162	110	190	125		481		
7.	2,953	2,103				418	295	492	338		1,137		
8.	3,238	2,384				438	313	495	338		1,156		
9.	4,948	3,759	50	50		684	514	680	467		1,572		
10.	7,095	5,289	150	150		891	733	985	663		2,376		
11.	10,388	7,824	2,650	1,980		1,711	1,250	1,738	1,161		4,252		
12.	31,143	23,638	2,850	2,180		4,601	3,343	4,811	3,237		11,607		

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nonlabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	23	
2.	22,178	16,002	6,176	81.8	82.3	80.8			35.0	95	
3.	19,868	13,125	6,743	66.2	65.3	68.4			35.0	33	
4.	14,861	9,622	5,239	62.0	47.9	61.6			35.0	126	
5.	16,846	11,216	5,630	55.9	54.5	62.5			35.0	291	
6.	18,650	12,944	5,706	57.7	55.7	62.7			30.0	384	
7.	23,092	17,046	6,046	63.4	63.2	64.0			30.0	860	
8.	21,035	16,076	4,959	54.8	55.3	53.4			30.0	874	
9.	22,599	16,141	6,358	62.3	49.3	61.8			30.0	1,189	
10.	27,620	20,756	6,864	51.7	51.7	51.9			30.0	1,796	
11.	27,721	20,614	7,107	45.2	44.6	47.2			30.0	3,214	1
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	8,775	21

**SCHEDULE P - PART 1F - SECTION 1
MEDICAL MALPRACTICE - OCCURRENCE**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 9 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1996												
3. 1997												
4. 1998												
5. 1999												
6. 2000												
7. 2001												
8. 2002												
9. 2003												
10. 2004												
11. 2005												
12. Totals	XXX	XXX	XXX									XXX

Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.												
2.												
3.												
4.												
5.												
6.												
7.												
8.												
9.												
10.												
11.												
12.												

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nonlabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discounts	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

**SCHEDULE P - PART 1F - SECTION 2
MEDICAL MALPRACTICE - CLAIMS-MADE**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported Directly Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									X
2. 1996												
3. 1997												
4. 1998												
5. 1999												
6. 2000												
7. 2001												
8. 2002												
9. 2003												
10. 2004												
11. 2005												
12. Totals	XXX	XXX	XXX									X

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

**SCHEDULE P - PART 1G - SPECIAL LIABILITY
(OCEAN, MARINE, AIRCRAFT (ALL PERILS),
BOILER AND MACHINERY)**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1996	123	119	4									XXX
3. 1997	139	143	(4)	2	2							XXX
4. 1998	174	179	(5)									XXX
5. 1999	208	213	(5)	65	42	5	3	46	28		43	XXX
6. 2000	242	245	(3)									XXX
7. 2001	250	243	7									XXX
8. 2002	243	249	(6)					2			2	XXX
9. 2003	268	264	4					9	6		3	XXX
10. 2004	303	301	2									XXX
11. 2005	373	359	14									XXX
12. Totals	XXX	XXX	XXX	67	44	5	3	67	34		48	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct & Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.									35.0		
3.	2	2		1.4	1.4				35.0		
4.									35.0		
5.	116	73	43	55.8	34.3	(860.0)			35.0		
6.									30.0		
7.									30.0		
8.	2		2	0.8		66.7			30.0		
9.	9	6	3	3.4	2.3	150.0			30.0		
10.									30.0		
11.									30.0		
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

**SCHEDULE P - PART 1H - SECTION 1
OTHER LIABILITY - OCCURRENCE**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							10 Salvage and Subrogation Received	11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1-2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									
2. 1986	3,133	2,687	446	69	28	155	113	16				99
3. 1987	3,282	2,783	499	1,076	1,054	24	17	19	7			41
4. 1988	3,357	2,956	401	222	177	9	6	8				56
5. 1989	3,655	3,223	432	354	285	62	41	12	2		1	90
6. 2000	4,231	3,795	436	4,226	4,133	90	69	32	12			134
7. 2001	4,671	4,242	429	653	641	90	72	13	6			137
8. 2002	5,392	4,968	424	959	953	100	68	16	6			48
9. 2003	6,681	6,199	482	953	953	(64)	(64)	19	11			18
10. 2004	7,751	7,200	551	(11)	(22)	(22)	(25)					14
11. 2005	8,685	8,047	638	36	30							6
12. Totals	XXX	XXX	XXX	8,547	8,142	445	298	135	44	1		643

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded		
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded				
1.	100	50						38	19	23	11	81
2.	441	427						167	162	10	6	23
3.												
4.												
5.												
6.	145	130						27	21	10	6	25
7.	65	50						25	19	12	8	25
8.	798	743						303	282	42	28	90
9.	106	93	50	50				23	18	9	6	21
10.	156	146	400	400				125	121	7	5	16
11.	603	574	1,400	1,325				661	622	78	53	168
12.	2,414	2,213	1,950	1,775				1,369	1,264	191	123	449

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss E Un
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		50
2.	858	736	122	27.4	27.4	27.4			35.0		14
3.	1,119	1,078	41	34.4	38.7	8.7			35.0		
4.	239	183	56	7.1	6.2	14.0			35.0		
5.	426	338	88	11.7	10.5	20.8			35.0		
6.	4,530	4,371	159	107.1	115.2	36.5			30.0		15
7.	858	696	162	16.4	16.4	37.8			30.0		15
8.	2,218	2,080	138	41.1	41.9	32.5			30.0		55
9.	1,106	1,067	39	16.6	17.2	6.1			30.0		13
10.	655	625	30	8.5	8.7	5.4			30.0		10
11.	2,778	2,604	174	32.1	32.4	28.2			30.0		104
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		276

**SCHEDULE P - PART 1H - SECTION 2
OTHER LIABILITY - CLAIMS-MADE**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1996												
3. 1997												
4. 1998												
5. 1999												
6. 2000												
7. 2001												
8. 2002												
9. 2003												
10. 2004												
11. 2005												
12. Totals	XXX	XXX	XXX									XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number Claims Outstanding - Direct Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY
**SCHEDULE P - PART 1I - SPECIAL PROPERTY (FIRE, ALLIED
 LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								Number of Claims Reported
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	9	9	(16)	(19)	3	1	3	12	XX
2. 2004	8,156	6,287	1,869	2,574	2,033	13	10	173	65	1	752	XX
3. 2005	9,027	6,960	2,067	2,326	1,872	14	12	123	42	9	537	XX
4. Totals	XXX	XXX	XXX	5,009	3,905	9	3	299	106	13	1,301	XX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	Number of Outstanding Claims
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.			50	35			1	1	8	6			17
3.	607	484	350	290			19	14	98	68			218
4.	607	484	406	325			20	15	106	74			235

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.	2,919	2,150	769	35.8	34.2	41.1			30.0	15	
3.	3,537	2,782	755	39.2	40.0	36.5			30.0	183	
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	196	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 1J - AUTO PHYSICAL DAMAGE

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1-2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols 4-5 + 6-7 + 8-9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	(254)	(193)	65	48	1		66	(43)	XXX
2. 2004	69,413	53,795	15,618	32,444	25,090	215	159	439	1,489	1,463	8,460	16
3. 2005	75,022	58,260	16,762	31,391	24,347	67	96	446	1,661	976	8,230	15
4. Totals	XXX	XXX	XXX	63,581	49,244	347	303	3,151	885	2,505	16,647	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Numbr of Claims Outside - Direct Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	Direct and Assumed	Ceded			
1.	24	16							4	2		10	
2.	13	9						2	1			5	
3.	920	752	1,000	650				8	144	100		304	
4.	957	777	1,000	650				8	150	103		379	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Not Tabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	8	
2.	34,163	25,698	8,465	49.2	47.8	54.2			30.0	4	
3.	35,191	26,997	8,594	46.9	45.7	51.3			30.0	318	
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	339	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 1K - FIDELITY / SURETY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							Numb Cl Rep-Dire Ass	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									X
2. 2004												X
3. 2005												X
4. Totals	XXX	XXX	XXX									X

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Numb Cls Outstanding - Dire Assu
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nonlabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

**SCHEDULE P - PART 1L - OTHER
(INCLUDING CREDIT, ACCIDENT AND HEALTH)**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 2004												XXX
3. 2005												XXX
4. Totals	XXX	XXX	XXX									XXX

	Losses Unpaid			Defense and Cost Containment Unpaid		Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct & Assumed
	Case Basis		Bulk + IBNR	Case Basis	Bulk + IBNR	21	22			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed			Direct and Assumed	Ceded			
1.										
2.										
3.										
4.										

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 1M - INTERNATIONAL

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12 Number of Claims Reported Directly Assured
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XX
2. 1996												XX
3. 1997												XX
4. 1998												XX
5. 1999												XX
6. 2000												XX
7. 2001												XX
8. 2002												XX
9. 2003												XX
10. 2004												XX
11. 2005												XX
12. Totals	XXX	XXX	XXX									XX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	Num Cls Outstanding - Dir Assd
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nonlabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

SCHEDULE P - PART 1N - REINSURANCE

Nonproportional Assumed Property (\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1986												XXX
3. 1987												XXX
4. 1988												XXX
5. 1989												XXX
6. 2000												XXX
7. 2001												XXX
8. 2002												XXX
9. 2003												XXX
10. 2004												XXX
11. 2005												XXX
12. Totals	XXX	XXX	XXX									XXX

Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct & Assumed
Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.												XXX
2.												XXX
3.												XXX
4.												XXX
5.												XXX
6.												XXX
7.												XXX
8.												XXX
9.												XXX
10.												XXX
11.												XXX
12.												XXX

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nonlabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	35 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

SCHEDULE P - PART 10 - REINSURANCE

Nonproportional Assumed Liability (\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported Directly Assured	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1-2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4-5 + 6-7 + 8-9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	18	18							XX
2. 1998				(8)	(8)							XX
3. 1997				(8)	(8)							XX
4. 1996				(8)	(8)							XX
5. 1999				(10)	(10)	1	1					XX
6. 2000				(7)	(7)	1	1					XX
7. 2001				(28)	(28)	1	1					XX
8. 2002				(44)	(44)	3	3					XX
9. 2003				(10)	(10)							XX
10. 2004	58	58		14	14							XX
11. 2005	66	66		8	8	2	2					XX
12. Totals	XXX	XXX	XXX	(79)	(79)	8	8					XX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	Number of Claims Outstanding - Directly Assured
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	179	179	230	230									XX
2.	3	3	1	1									XX
3.	4	4	1	1									XX
4.	3	3	1	1									XX
5.	2	2	1	1									XX
6.	4	4	4	4									XX
7.	11	11	6	6									XX
8.	9	9	6	6									XX
9.	7	7	10	10									XX
10.	13	13	20	20									XX
11.	13	13	20	20									XX
12.	248	248	300	300									XX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nonlabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.	(4)	(4)									
3.	(3)	(3)									
4.	(2)	(2)									
5.	(6)	(6)									
6.	2	2									
7.	(8)	(8)									
8.	(26)	(26)									
9.	7	7									
10.	47	47		81.0	81.0						
11.	43	43		65.2	65.2						
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

SCHEDULE P - PART 1P - REINSURANCE

Nonproportional Assumed Financial Lines (\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1996												XXX
3. 1997												XXX
4. 1998												XXX
5. 1999												XXX
6. 2000												XXX
7. 2001												XXX
8. 2002												XXX
9. 2003												XXX
10. 2004												XXX
11. 2005												XXX
12. Totals	XXX	XXX	XXX									XXX

Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.												XXX
2.												XXX
3.												XXX
4.												XXX
5.												XXX
6.												XXX
7.												XXX
8.												XXX
9.												XXX
10.												XXX
11.												XXX
12.												XXX

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

**SCHEDULE P - PART 1R - SECTION 1
PRODUCTS LIABILITY - OCCURRENCE**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number Claims Reported Direct or Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XX
2. 1996	208	140	68									
3. 1997	219	161	68									
4. 1998	175	121	54	1							1	
5. 1999	143	99	44									
6. 2000	53	38	15	132	109						23	
7. 2001	5	4	1					3			3	
8. 2002												
9. 2003	(3)	(2)	(1)									
10. 2004	13	13										
11. 2005	(22)	(11)	(11)									
12. Totals	XXX	XXX	XXX	133	109			3			27	XX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number Claims - Direct or Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.									35.0		
3.									35.0		
4.	1		1	0.6		1.9			35.0		
5.									35.0		
6.	132	109	23	249.1	266.8	163.3			30.0		
7.	3		3	60.0		300.0			30.0		
8.									30.0		
9.									30.0		
10.									30.0		
11.									30.0		
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

**SCHEDULE P - PART 1R - SECTION 2
PRODUCTS LIABILITY - CLAIMS-MADE**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1996												
3. 1997												
4. 1998												
5. 1999												
6. 2000												
7. 2001												
8. 2002												
9. 2003												
10. 2004												
11. 2005												
12. Totals	XXX	XXX	XXX									XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY
SCHEDULE P - PART 1S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number Claims Reported Direct or Assume	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX								XXX	
2. 2004											XXX	
3. 2005											XXX	
4. Totals	XXX	XXX	XXX								XXX	

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number Claims Outstanding - Direct or Assume
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expense Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 2A - HOMEOWNERS/FAROWNERS

Years In Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	One Year	Two Year
1. Prior								11	11	11		
2. 1996	10,189	10,489	10,517	10,345	10,196	10,147	10,139	10,132	10,117	10,116	(11)	(16)
3. 1997	XXX	5,880	6,097	6,066	6,024	6,021	6,001	5,989	5,944	5,941	(3)	(48)
4. 1998	XXX	XXX	7,954	8,468	8,532	8,673	8,621	8,582	8,540	8,524	(16)	(58)
5. 1999	XXX	XXX	XXX	7,801	8,238	8,141	8,067	7,996	7,938	7,892	(6)	(14)
6. 2000	XXX	XXX	XXX	XXX	6,368	6,894	6,956	7,024	6,919	6,833	(65)	(191)
7. 2001	XXX	XXX	XXX	XXX	XXX	6,233	6,580	6,280	6,141	6,128	(13)	(152)
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	6,977	7,183	7,085	7,044	(21)	(139)
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,453	11,157	10,869	(268)	(584)
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,114	7,302	188	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,163	XXX	XXX
										12. Totals	(246)	(1,202)

**SCHEDULE P - PART 2B
PRIVATE PASSENGER AUTO LIABILITY/MEDICAL**

1. Prior								290	290	290		
2. 1996	8,490	8,315	8,411	8,368	8,834	8,163	8,115	8,113	8,194	8,139	(55)	26
3. 1997	XXX	7,758	8,227	7,997	7,816	7,647	7,515	7,563	7,500	7,536	38	(25)
4. 1998	XXX	XXX	8,435	8,639	8,635	8,641	8,458	8,318	8,228	8,175	(53)	(135)
5. 1999	XXX	XXX	XXX	8,650	9,465	9,688	9,469	9,151	8,944	8,921	(23)	(230)
6. 2000	XXX	XXX	XXX	XXX	7,943	9,055	9,179	9,044	8,883	8,787	(95)	(257)
7. 2001	XXX	XXX	XXX	XXX	XXX	8,996	10,569	10,439	10,061	9,453	(608)	(586)
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	13,768	13,875	12,650	12,517	(333)	(1,358)
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,323	10,631	10,451	(380)	(672)
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,814	12,766	(46)	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,032	XXX	XXX
										12. Totals	(1,556)	(3,837)

**SCHEDULE P - PART 2C
COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL**

1. Prior								15	15	15		
2. 1996	2,190	2,197	2,287	2,316	2,212	2,263	2,238	2,247	2,246	2,240	(6)	(7)
3. 1997	XXX	2,152	2,512	2,584	2,571	2,542	2,506	2,454	2,461	2,433	(26)	(21)
4. 1998	XXX	XXX	2,692	3,179	3,310	3,387	3,480	3,493	3,415	3,383	(32)	(80)
5. 1999	XXX	XXX	XXX	3,027	3,347	3,662	3,668	3,520	3,466	3,533	67	13
6. 2000	XXX	XXX	XXX	XXX	3,154	3,311	3,278	3,278	3,205	3,152	(53)	(126)
7. 2001	XXX	XXX	XXX	XXX	3,007	3,007	2,997	2,911	2,800	2,716	(84)	(195)
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	2,684	2,635	2,721	2,677	(44)	42
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,684	2,848	2,695	(153)	11
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,024	2,955	(69)	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,098	XXX	XXX
										12. Totals	(402)	(363)

SCHEDULE P - PART 2D - WORKERS' COMPENSATION

1. Prior								324	324	324		
2. 1996	3,835	4,180	4,264	4,314	4,055	4,174	4,269	4,309	4,379	4,368	(21)	49
3. 1997	XXX	3,352	3,611	3,680	3,677	3,472	3,411	3,438	3,508	3,529	21	93
4. 1998	XXX	XXX	3,311	3,331	4,232	4,753	4,840	4,824	4,929	4,913	(16)	83
5. 1999	XXX	XXX	XXX	4,340	4,917	5,801	6,373	6,165	6,349	6,320	(28)	153
6. 2000	XXX	XXX	XXX	4,233	5,401	5,401	6,297	6,174	6,437	6,190	(247)	(54)
7. 2001	XXX	XXX	XXX	XXX	5,368	5,368	6,627	6,271	6,970	6,427	(543)	(52)
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	4,883	5,256	6,097	5,876	(221)	1,42
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,673	5,345	5,856	511	XXX
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,225	6,373	148	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,420	XXX	XXX
										12. Totals	(397)	1,75

SCHEDULE P - PART 2E - COMMERCIAL MULTIPLE PERIL

1. Prior								47	47	47		
2. 1996	5,985	5,555	5,832	5,852	5,839	5,874	5,693	5,635	5,471	5,472	1	(163)
3. 1997	XXX	5,236	4,921	5,138	5,587	5,198	5,044	5,144	5,000	5,014	(14)	(130)
4. 1998	XXX	XXX	4,482	4,384	4,693	4,719	4,837	4,731	4,742	4,648	(84)	(83)
5. 1999	XXX	XXX	XXX	4,627	4,862	5,282	5,134	5,082	4,885	4,947	62	(135)
6. 2000	XXX	XXX	XXX	XXX	5,166	5,144	5,278	5,399	5,049	4,910	(138)	(489)
7. 2001	XXX	XXX	XXX	XXX	4,591	4,591	4,848	5,384	5,107	5,157	50	(237)
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	4,330	4,432	4,294	4,287	53	(145)
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,860	5,475	5,474	(1)	(386)
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,893	5,820	XXX	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,050	XXX	XXX
										12. Totals	(127)	(1,768)

SCHEDULE P - PART 2F - SECTION 1 - MEDICAL MALPRACTICE - OCCURRENCE

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										DEVELOPMENT	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	11 One Year	12 Two Year
1. Prior												
2. 1996												
3. 1997	XXX											
4. 1998	XXX	XXX										
5. 1999	XXX	XXX	XXX									
6. 2000	XXX	XXX	XXX									
7. 2001	XXX	XXX	XXX									
8. 2002	XXX	XXX	XXX									
9. 2003	XXX	XXX	XXX									
10. 2004	XXX	XXX	XXX									XXX XXX
11. 2005	XXX	XXX	XXX						X		XXX	XXX XXX
12. Totals												

NONE

SCHEDULE P - PART 2F - SECTION 2 - MEDICAL MALPRACTICE - CLAIMS-MADE

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										DEVELOPMENT	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	11 One Year	12 Two Year
1. Prior												
2. 1996												
3. 1997	XXX											
4. 1998	XXX	XXX										
5. 1999	XXX	XXX	XXX									
6. 2000	XXX	XXX	XXX									
7. 2001	XXX	XXX	XXX									
8. 2002	XXX	XXX	XXX									
9. 2003	XXX	XXX	XXX									
10. 2004	XXX	XXX	XXX									XXX XXX
11. 2005	XXX	XXX	XXX						X		XXX	XXX XXX
12. Totals												

NONE

SCHEDULE P - PART 2G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										DEVELOPMENT	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	11 One Year	12 Two Year
1. Prior												
2. 1996												
3. 1997	XXX											
4. 1998	XXX	XXX										
5. 1999	XXX	XXX	XXX					37	25	25		(12)
6. 2000	XXX	XXX	XXX	XXX								
7. 2001	XXX	XXX	XXX	XXX	XXX							
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX XXX
12. Totals												(12)

SCHEDULE P - PART 2H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										DEVELOPMENT	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	11 One Year	12 Two Year
1. Prior												
2. 1996												
3. 1997	XXX	294										
4. 1998	XXX	XXX	125									
5. 1999	XXX	XXX	97	63	88	30	29	29	29	29		
6. 2000	XXX	XXX	157	81	54	46	48	48	48	48		
7. 2001	XXX	XXX	XXX	106	71	72	92	85	80	80		
8. 2002	XXX	XXX	XXX	XXX	72	165	168	227	183	199	135	(64)
9. 2003	XXX	XXX	XXX	XXX	78	78	55	55	243	158	151	(7)
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	103	103	114	11
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	83	96	28	(68)
12. Totals												(285)

SCHEDULE P - PART 2H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										DEVELOPMENT	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	11 One Year	12 Two Year
1. Prior												
2. 1996												
3. 1997	XXX											
4. 1998	XXX	XXX										
5. 1999	XXX	XXX	XXX									
6. 2000	XXX	XXX	XXX									
7. 2001	XXX	XXX	XXX									
8. 2002	XXX	XXX	XXX									
9. 2003	XXX	XXX	XXX									
10. 2004	XXX	XXX	XXX									XXX XXX
11. 2005	XXX	XXX	XXX						X		XXX	XXX XXX
12. Totals												

NONE

SCHEDULE P - PART 2I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	11 One Year	12 Two Year
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10	10	10	20	XXX
2. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	539	659	XXX	XXX
3. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	644	XXX	XXX
4. Totals										20		

SCHEDULE P - PART 2J - AUTO PHYSICAL DAMAGE

1. Prior	XXX	320	9	(36)	(45)	(356)						
2. 2004	XXX	7,536	7,414	(122)	XXX							
3. 2005	XXX	7,335	XXX	XXX								
4. Totals											(167)	(356)

SCHEDULE P - PART 2K - FIDELITY, SURETY

1. Prior	XXX					XXX						
2. 2004	XXX			XXX								
3. 2005	XXX			XXX								
4. Totals												

SCHEDULE P - PART 2L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

1. Prior	XXX					XXX						
2. 2004	XXX			XXX								
3. 2005	XXX			XXX								
4. Totals												

SCHEDULE P - PART 2M - INTERNATIONAL

1. Prior												
2. 1996	XXX											
3. 1997	XXX											
4. 1998	XXX	XXX										
5. 1999	XXX	XXX	XXX									
6. 2000	XXX	XXX	XXX									
7. 2001	XXX	XXX	XXX									
8. 2002	XXX	XXX	XXX									
9. 2003	XXX	XXX	XXX									XXX
10. 2004	XXX	XXX	XXX								XXX	XXX
11. 2005	XXX	XXX	XXX									
12. Totals												

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SCHEDULE P - PART 3A - HOMEOWNERS/FARMOWNERS

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed With Loss Payment
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005		
1. Prior	0 0 0										11	1
2. 1996	7,882										10,108	12,479
3. 1997	XXX	9,733									5,944	5,650
4. 1998	XXX	4,438									8,498	6,980
5. 1999	XXX	XXX	10,036								7,883	7,459
6. 2000	XXX	XXX	5,545								6,625	6,985
7. 2001	XXX	XXX	6,261								5,811	5,439
8. 2002	XXX	XXX	XXX	10,026							6,653	4,970
9. 2003	XXX	XXX	XXX	5,833							8,005	6,706
10. 2004	XXX	XXX	XXX	7,659							5,042	4,955
11. 2005	XXX	XXX	XXX	7,696							5,243	3,489

**SCHEDULE P - PART 3B
PRIVATE PASSENGER AUTO LIABILITY/MEDICAL**

1. Prior	0 0 0										11	4
2. 1996	2,863										8,019	6,095
3. 1997	XXX	2,863									7,352	6,147
4. 1998	XXX	XXX	5,814								7,890	6,487
5. 1999	XXX	XXX	4,720								8,505	6,463
6. 2000	XXX	XXX	2,935								8,122	6,163
7. 2001	XXX	XXX	XXX	6,813							7,959	6,276
8. 2002	XXX	XXX	XXX	5,528							8,176	6,573
9. 2003	XXX	XXX	XXX	4,817							9,646	10,810
10. 2004	XXX	XXX	XXX	4,817							7,925	7,207
11. 2005	XXX	XXX	XXX	3,264							4,314	4,886

**SCHEDULE P - PART 3C
COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL**

1. Prior	0 0 0										12	1
2. 1996	658										2,240	1,468
3. 1997	XXX	1,064									2,400	1,450
4. 1998	XXX	718	1,281								2,691	1,723
5. 1999	XXX	XXX	1,097								3,205	1,777
6. 2000	XXX	XXX	809								2,695	1,792
7. 2001	XXX	XXX	XXX	1,826							2,274	1,706
8. 2002	XXX	XXX	XXX	1,341							1,895	1,175
9. 2003	XXX	XXX	XXX	1,399							1,042	2,021
10. 2004	XXX	XXX	XXX	1,399							623	1,180
11. 2005	XXX	XXX	XXX	906							765	1,587

SCHEDULE P - PART 3D - WORKERS' COMPENSATION

1. Prior	0 0 0										98	16
2. 1996	1,181										4,117	2,562
3. 1997	XXX	2,344									3,386	2,462
4. 1998	XXX	871	2,915								4,213	2,019
5. 1999	XXX	XXX	1,741								4,088	2,038
6. 2000	XXX	XXX	1,013								5,210	2,038
7. 2001	XXX	XXX	XXX	3,258							5,060	1,742
8. 2002	XXX	XXX	XXX	3,503							4,763	2,233
9. 2003	XXX	XXX	XXX	2,326							3,731	2,075
10. 2004	XXX	XXX	XXX	2,698							2,914	2,302
11. 2005	XXX	XXX	XXX	2,040							1,457	2,312

SCHEDULE P - PART 3E - COMMERCIAL MULTIPLE PERIL

1. Prior	0 0 0										21	2
2. 1996	3,025										5,363	3,543
3. 1997	XXX	3,764									4,974	2,438
4. 1998	XXX	2,323	4,132								4,504	2,216
5. 1999	XXX	XXX	3,232								4,717	1,831
6. 2000	XXX	XXX	2,203								4,619	2,520
7. 2001	XXX	XXX	XXX	2,933							3,941	1,831
8. 2002	XXX	XXX	XXX	2,333							3,420	1,745
9. 2003	XXX	XXX	XXX	3,228							2,735	1,529
10. 2004	XXX	XXX	XXX	2,185							3,760	1,314
11. 2005	XXX	XXX	XXX	2,237							2,744	1,380

SCHEDULE P - PART 3F - SECTION 1 - MEDICAL MALPRACTICE - OCCURRENCE

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005			
1. Prior	000												
2. 1996	XXX												
3. 1997	XXX												
4. 1998	XXX	XXX											
5. 1999	XXX	XXX	XXX										
6. 2000	XXX	XXX	XXX	XXX									
7. 2001	XXX	XXX	XXX	XXX	XXX								
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX						
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				

SCHEDULE P - PART 3F - SECTION 2 - MEDICAL MALPRACTICE - CLAIMS-MADE

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005			
1. Prior	000												
2. 1996	XXX												
3. 1997	XXX												
4. 1998	XXX	XXX											
5. 1999	XXX	XXX	XXX										
6. 2000	XXX	XXX	XXX	XXX									
7. 2001	XXX	XXX	XXX	XXX	XXX								
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX						
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				

SCHEDULE P - PART 3G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005			
1. Prior	000											XXX	XXX
2. 1996	XXX											XXX	XXX
3. 1997	XXX											XXX	XXX
4. 1998	XXX	XXX										XXX	XXX
5. 1999	XXX	XXX	XXX						25	25		XXX	XXX
6. 2000	XXX	XXX	XXX	XXX								XXX	XXX
7. 2001	XXX	XXX	XXX	XXX	XXX							XXX	XXX
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX						XXX	XXX
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX					XXX	XXX
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX

SCHEDULE P - PART 3H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005			
1. Prior	000												
2. 1996	21												
3. 1997	XXX	37											
4. 1998	XXX	15	42										
5. 1999	XXX	XXX	16	50									
6. 2000	XXX	XXX	5	21	66								
7. 2001	XXX	XXX	14	46	29	76							
8. 2002	XXX	XXX	6	21	46	29	80						
9. 2003	XXX	XXX	6	46	46	48	81						
10. 2004	XXX	XXX	12	80	80	80	81						
11. 2005	XXX	XXX	12	109	109	109	81						

SCHEDULE P - PART 3H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005			
1. Prior	000												
2. 1996	XXX												
3. 1997	XXX												
4. 1998	XXX	XXX											
5. 1999	XXX	XXX	XXX										
6. 2000	XXX	XXX	XXX	XXX									
7. 2001	XXX	XXX	XXX	XXX	XXX								
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX						
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				

SCHEDULE P - PART 3I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$900 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed With Loss Paym	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005			
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	000			10	XXX	XXX
2. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	513	644		XXX	XXX
3. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		456		XXX	XXX

SCHEDULE P - PART 3J - AUTO PHYSICAL DAMAGE

1. Prior	XXX	000		(44)	22								
2. 2004	XXX	7,167	7,410	14,441	2,210								
3. 2005	XXX		7,015	13,210	1,980								

SCHEDULE P - PART 3K - FIDELITY, SURETY

1. Prior	XXX	000				XXX	XXX						
2. 2004	XXX				XXX	XXX							
3. 2005	XXX				XXX	XXX							

SCHEDULE P - PART 3L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

1. Prior	XXX	000				XXX	XXX						
2. 2004	XXX				XXX	XXX							
3. 2005	XXX				XXX	XXX							

SCHEDULE P - PART 3M - INTERNATIONAL

1. Prior	000											XXX	XXX
2. 1996												XXX	XXX
3. 1997	XXX											XXX	XXX
4. 1998	XXX	XXX										XXX	XXX
5. 1999	XXX	XXX	XXX									XXX	XXX
6. 2000	XXX	XXX	XXX									XXX	XXX
7. 2001	XXX	XXX	XXX									XXX	XXX
8. 2002	XXX	XXX	XXX									XXX	XXX
9. 2003	XXX	XXX	XXX									XXX	XXX
10. 2004	XXX	XXX	XXX									XXX	XXX
11. 2005	XXX	XXX	XXX									XXX	XXX

SCHEDULE P - PART 3N - REINSURANCE
Nonproportional Assumed Property

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005			
1. Prior	000											XXX	XXX
2. 1996												XXX	XXX
3. 1997	XXX											XXX	XXX
4. 1998	XXX	XXX										XXX	XXX
5. 1999	XXX	XXX	XXX									XXX	XXX
6. 2000	XXX	XXX	XXX	XXX								XXX	XXX
7. 2001	XXX	XXX	XXX	XXX	XXX							XXX	XXX
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX						XXX	XXX
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX					XXX	XXX
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX

SCHEDULE P - PART 3O - REINSURANCE
Nonproportional Assumed Liability

1. Prior	000											XXX	XXX
2. 1996												XXX	XXX
3. 1997	XXX											XXX	XXX
4. 1998	XXX	XXX										XXX	XXX
5. 1999	XXX	XXX	XXX									XXX	XXX
6. 2000	XXX	XXX	XXX	XXX								XXX	XXX
7. 2001	XXX	XXX	XXX	XXX	XXX							XXX	XXX
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX						XXX	XXX
9. 2003	XXX					XXX	XXX	XXX	XXX	XXX	XXX					XXX	XXX
10. 2004	XXX				XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX

SCHEDULE P - PART 3P - REINSURANCE
Nonproportional Assumed Financial Lines

1. Prior	000											XXX	XXX
2. 1996												XXX	XXX
3. 1997	XXX											XXX	XXX
4. 1998	XXX	XXX										XXX	XXX
5. 1999	XXX	XXX	XXX									XXX	XXX
6. 2000	XXX	XXX	XXX	XXX								XXX	XXX
7. 2001	XXX	XXX	XXX	XXX	XXX							XXX	XXX
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX						XXX	XXX
9. 2003	XXX					XXX	XXX	XXX	XXX	XXX	XXX					XXX	XXX
10. 2004	XXX				XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX

**SCHEDULE P - PART 3R - SECTION 1
PRODUCTS LIABILITY - OCCURRENCE**

Years In Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005			
1. Prior	000												
2. 1996													2
3. 1997	XXX												1
4. 1998	XXX	XXX											
5. 1999	XXX	XXX	1	1	1	1							
6. 2000	XXX	XXX	XXX	XXX			23	23	23	23			
7. 2001	XXX	XXX	XXX	XXX	XXX								
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX						
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				

**SCHEDULE P - PART 3R - SECTION 2
PRODUCTS LIABILITY - CLAIMS-MADE**

1. Prior	000												
2. 1996													
3. 1997	XXX												
4. 1998	XXX	XXX											
5. 1999	XXX	XXX	XXX										
6. 2000	XXX	XXX	XXX										
7. 2001	XXX	XXX	XXX										
8. 2002	XXX	XXX	XXX										
9. 2003	XXX	XXX	XXX										
10. 2004	XXX	XXX	XXX										
11. 2005	XXX	XXX	XXX							XXX			

**SCHEDULE P - PART 3S
FINANCIAL GUARANTY / MORTGAGE GUARANTY**

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
2. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
3. 2005	XXX	XXX	XXX	XXX	XXX	NONE	XXX	XXX	XXX	XXX		XXX	XXX

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**SCHEDULE P - PART 4A
HOMEOWNERS/FARMOWNERS**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996	381	96	52	48	17	8	3	1		
3. 1997	XXX	335	80	54	28	7	4	4		
4. 1998	XXX	XXX	324	119	72	41	30	23	2	
5. 1999	XXX	XXX	XXX	379	136	58	33	26	3	1
6. 2000	XXX	XXX	XXX	XXX	657	98	59	53	9	4
7. 2001	XXX	XXX	XXX	XXX	XXX	553	137	71	9	7
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	480	94	11	4
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	746	28	9
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	428	14
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	211

**SCHEDULE P - PART 4B
PRIVATE PASSENGER AUTO LIABILITY/MEDICAL**

1. Prior										23
2. 1996	1,406	483	376	237	89	79	54	36	19	10
3. 1997	XXX	1,127	508	377	217	75	35	32	12	7
4. 1998	XXX	XXX	1,104	587	394	245	96	42	23	14
5. 1999	XXX	XXX	XXX	1,318	637	449	261	96	37	24
6. 2000	XXX	XXX	XXX	XXX	993	544	377	203	64	22
7. 2001	XXX	XXX	XXX	XXX	XXX	1,138	608	469	168	58
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	1,531	760	329	437
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,806	451	332
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,795	564
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,188

**SCHEDULE P - PART 4C
COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL**

1. Prior										
2. 1996	619	174	155	78	13	11	3	2	2	
3. 1997	XXX	386	209	177	121	56	24	14	5	2
4. 1998	XXX	XXX	506	280	194	142	82	67	42	30
5. 1999	XXX	XXX	XXX	536	258	214	122	52	21	11
6. 2000	XXX	XXX	XXX	XXX	379	239	178	111	41	22
7. 2001	XXX	XXX	XXX	XXX	XXX	806	241	175	73	31
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	629	226	129	46
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	643	202	79
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	534	246
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	784

**SCHEDULE P - PART 4D
WORKERS' COMPENSATION**

1. Prior										15
2. 1996	967	328	219	168	45	51	31	23	21	16
3. 1997	XXX	574	308	212	150	48	14	7	8	7
4. 1998	XXX	XXX	323	224	201	167	96	55	48	33
5. 1999	XXX	XXX	731	968	429	305	257	86	77	55
6. 2000	XXX	XXX	XXX	XXX	1,111	499	331	241	93	53
7. 2001	XXX	XXX	XXX	XXX	XXX	2,036	434	284	209	62
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	1,388	300	250	92
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,497	520	262
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	524	1,240
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,842

**SCHEDULE P - PART 4E
COMMERCIAL MULTIPLE PERIL**

1. Prior										3
2. 1996	1,149	359	314	306	203	169	112	68	16	14
3. 1997	XXX	1,120	349	329	251	73	35	43	3	5
4. 1998	XXX	XXX	954	341	300	187	126	71	36	18
5. 1999	XXX	XXX	XXX	935	376	363	188	130	34	29
6. 2000	XXX	XXX	XXX	XXX	1,108	414	352	264	103	52
7. 2001	XXX	XXX	XXX	XXX	XXX	935	427	284	160	83
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	559	205	125	125
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,096	275	170
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	840	258
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,131

**SCHEDULE P - PART 4F - SECTION 1
MEDICAL MALPRACTICE - OCCURRENCE**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P - PART 4F - SECTION 2
MEDICAL MALPRACTICE - CLAIMS-MADE**

1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						X		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P - PART 4G - SPECIAL LIABILITY
(OCEAN MARINE, AIRCRAFT (ALL PERILS),
BOILER AND MACHINERY)**

1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX	XXX							
6. 2000	XXX	XXX	XXX	XXX						
7. 2001	XXX	XXX	XXX	XXX	XXX					
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2003	XXX									
10. 2004	XXX									
11. 2005	XXX									

**SCHEDULE P - PART 4H - SECTION 1
OTHER LIABILITY - OCCURRENCE**

1. Prior										
2. 1996	143		34	35	12	5	6	7	4	19
3. 1997	XXX	75	29	30	1					5
4. 1998	XXX	XXX	116	26	7					
5. 1999	XXX	XXX	XXX	50		18	12			
6. 2000	XXX	XXX	XXX	XXX	43	41	26	26	20	6
7. 2001	XXX	XXX	XXX	XXX	XXX	39	73	59	8	6
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	38	36	17	21
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	48	85	5
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	91	4
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	114

**SCHEDULE P - PART 4H - SECTION 2
OTHER LIABILITY - CLAIMS-MADE**

1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						X		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	60
3. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	65

SCHEDULE P - PART 4J - AUTO PHYSICAL DAMAGE

1. Prior	XXX	121								
2. 2004	XXX	162								
3. 2005	XXX	162								

SCHEDULE P - PART 4K - FIDELITY/SURETY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
3. 2005	XXX	XXX	XXX	XXX	NONE	XXX	XXX	XXX	XXX	XXX

SCHEDULE P - PART 4L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
3. 2005	XXX	XXX	XXX	XXX	NONE	XXX	XXX	XXX	XXX	XXX

SCHEDULE P - PART 4M - INTERNATIONAL

1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX	XXX	
11. 2005 .....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4N - REINSURANCE

Nonproportional Assumed Property

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XX		
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4O - REINSURANCE

Nonproportional Assumed Liability

1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						X		
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4P - REINSURANCE

Nonproportional Assumed Financial Lines

1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						X		
11. 2005	XXX									

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**SCHEDULE P - PART 4R - SECTION 1
PRODUCTS LIABILITY - OCCURRENCE**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1995	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX XXX	XXX	
11. 2005	XXX	XXX								

**SCHEDULE P - PART 4R - SECTION 2
PRODUCTS LIABILITY - CLAIMS-MADE**

1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX XXX	XXX	
11. 2005	XXX	XXX								

SCHEDULE P - PART 4S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
3. 2005	XXX	XXX	XXX	XXX	XXX	NONE	XXX	XXX	XXX	XXX

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SCHEDULE P - PART 5A - HOMEOWNERS/FARMOWNERS

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	11,484	12,372	12,432	12,450	12,456	12,465	12,476	12,476	12,476	12,479
3. 1997	XXX	4,982	5,577	5,818	5,633	5,642	5,646	5,648	5,650	5,650
4. 1998	XXX	XXX	5,755	6,872	6,920	6,938	6,943	6,951	6,957	6,960
5. 1999	XXX	XXX	XXX	6,442	7,344	7,407	7,436	7,447	7,455	7,459
6. 2000	XXX	XXX	XXX	XXX	5,637	6,302	6,955	6,973	6,980	6,985
7. 2001	XXX	XXX	XXX	XXX	XXX	4,655	5,388	5,421	5,436	5,439
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	4,128	4,919	4,952	4,970
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,600	6,664	6,706
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,284	4,955
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,489

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	843	126	61	28	24	16	6	2	1	
3. 1997	XXX	665	97	48	32	14	11	7		
4. 1998	XXX	XXX	837	97	53	30	21	11	7	2
5. 1999	XXX	XXX	XXX	802	128	56	26	15	7	4
6. 2000	XXX	XXX	XXX	XXX	1,228	124	56	36	26	18
7. 2001	XXX	XXX	XXX	XXX	XXX	603	94	53	23	16
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	841	85	41	11
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	994	91	32
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	692	63
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	518

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	17,231	17,756	17,803	17,816	17,821	17,823	17,823	17,823	17,823	17,823
3. 1997	XXX	8,125	8,498	8,524	8,531	8,539	8,538	8,538	8,538	8,538
4. 1998	XXX	XXX	9,477	10,209	10,228	10,234	10,236	10,236	10,239	10,239
5. 1999	XXX	XXX	XXX	8,892	9,217	9,252	9,255	9,260	9,264	9,264
6. 2000	XXX	XXX	XXX	XXX	6,865	7,412	7,451	7,459	7,462	7,465
7. 2001	XXX	XXX	XXX	XXX	XXX	7,858	8,295	8,314	8,317	8,317
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	7,616	8,165	8,219	8,222
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,558	9,873	9,880
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,156	7,450
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,521

**SCHEDULE P - PART 5B
PRIVATE PASSENGER AUTO LIABILITY/MEDICAL**

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	4,043	5,631	5,886	5,986	6,044	6,061	6,079	6,088	6,093	6,095
3. 1997	XXX	4,257	5,710	5,964	6,042	6,098	6,127	6,134	6,143	6,147
4. 1998	XXX	XXX	4,485	5,979	6,263	6,366	6,419	6,442	6,451	6,457
5. 1999	XXX	XXX	XXX	4,620	6,027	6,245	6,352	6,407	6,442	6,453
6. 2000	XXX	XXX	XXX	XXX	4,640	5,744	5,972	6,066	6,122	6,153
7. 2001	XXX	XXX	XXX	XXX	XXX	4,203	5,746	6,071	6,202	6,276
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	4,291	6,172	6,468	6,573
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,274	6,696	7,207
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,305	6,900
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,327

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										32
2. 1996	2,254	566	261	125	75	47	22	10	5	3
3. 1997	XXX	2,089	545	229	137	62	28	20	7	2
4. 1998	XXX	XXX	2,238	591	237	109	54	30	17	8
5. 1999	XXX	XXX	XXX	2,355	629	311	141	87	33	16
6. 2000	XXX	XXX	XXX	XXX	2,230	536	229	115	60	27
7. 2001	XXX	XXX	XXX	XXX	XXX	2,493	605	258	124	52
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	2,692	659	290	134
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,335	589	219
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,274	557
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,348

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	8,053	8,539	8,582	8,592	8,596	8,599	8,599	8,599	8,599	8,600
3. 1997	XXX	8,137	8,513	8,557	8,572	8,575	8,576	8,577	8,577	8,577
4. 1998	XXX	XXX	8,971	9,337	9,378	9,389	9,384	9,385	9,386	9,386
5. 1999	XXX	XXX	XXX	7,706	8,110	8,179	8,182	8,188	8,200	8,201
6. 2000	XXX	XXX	XXX	XXX	6,870	7,279	7,336	7,348	7,351	7,353
7. 2001	XXX	XXX	XXX	XXX	XXX	9,630	9,985	10,045	10,057	10,061
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	8,497	8,894	8,942	8,952
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,008	10,367	10,425
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,873	10,249
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,965

SCHEDULE P - PART 5C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	1,058									
3. 1997	XXX	1,326								
4. 1998	XXX	1,046	1,391							
5. 1999	XXX	XXX	1,306	1,433						
6. 2000	XXX	XXX	1,194	1,569	1,457	1,461	1,465	1,465	1,467	1,468
7. 2001	XXX	XXX	XXX	1,272	1,407	1,421	1,449	1,455	1,459	1,460
8. 2002	XXX	XXX	XXX	XXX	1,646	1,680	1,700	1,710	1,720	1,723
9. 2003	XXX	XXX	XXX	XXX	1,603	1,684	1,739	1,759	1,772	1,777
10. 2004	XXX	XXX	XXX	XXX	1,317	1,637	1,722	1,763	1,778	1,782
11. 2005	XXX	XXX	XXX	XXX	XXX	1,262	1,595	1,658	1,663	1,706
							849	1,090	1,148	1,175
							XXX	808	1,017	1,070
							XXX	XXX	582	1,183
							XXX	XXX	XXX	950

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										1
2. 1996	476	160	103	45	18	13	5	4	1	4
3. 1997	XXX	431	188	98	64	44	23	16	8	9
4. 1998	XXX	XXX	583	225	124	72	38	25	14	4
5. 1999	XXX	XXX	XXX	578	199	107	49	29	13	12
6. 2000	XXX	XXX	XXX	XXX	548	191	93	46	26	29
7. 2001	XXX	XXX	XXX	XXX	XXX	514	169	96	57	37
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	401	143	70	54
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	356	130	115
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	352	383
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	1,926									
3. 1997	XXX	2,050								
4. 1998	XXX	1,897	2,067							
5. 1999	XXX	XXX	2,027	2,070	2,072	2,072	2,072	2,072	2,072	2,072
6. 2000	XXX	XXX	2,027	2,056	2,053	2,054	2,057	2,057	2,057	2,067
7. 2001	XXX	XXX	2,249	2,405	2,421	2,425	2,427	2,428	2,428	2,428
8. 2002	XXX	XXX	XXX	2,036	2,153	2,188	2,193	2,198	2,198	2,198
9. 2003	XXX	XXX	XXX	XXX	1,855	2,605	2,025	2,029	2,030	2,031
10. 2004	XXX	XXX	XXX	XXX	XXX	2,306	2,435	2,449	2,459	2,460
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	1,645	1,724	1,736	1,738
							XXX	1,503	1,594	1,598
							XXX	XXX	1,719	1,788
							XXX	XXX	XXX	1,736

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SCHEDULE P - PART 5D - WORKERS' COMPENSATION

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										16
2. 1996		2,215	2,456	2,497	2,509	2,523	2,539	2,559	2,558	2,562
3. 1997	1,559	1,274	2,306	2,377	2,409	2,422	2,446	2,455	2,460	2,462
4. 1998	XXX	XXX	1,306	1,857	1,943	1,976	1,989	2,010	2,012	2,019
5. 1999	XXX	XXX	XXX	1,274	1,836	1,915	1,957	1,986	2,019	2,038
6. 2000	XXX	XXX	XXX	XXX	1,097	1,495	1,619	1,682	1,715	1,742
7. 2001	XXX	XXX	XXX	XXX	XXX	1,212	1,587	2,129	2,194	2,233
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	1,317	1,919	2,018	2,075
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,548	2,182	2,302
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,727	2,312
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,640

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										56
2. 1996		783	137	82	66	56	42	34	26	26
3. 1997	XXX	685	161	89	59	44	23	13	10	10
4. 1998	XXX	XXX	616	175	102	57	37	26	24	19
5. 1999	XXX	XXX	XXX	816	200	128	84	69	52	38
6. 2000	XXX	XXX	XXX	XXX	822	215	134	80	60	49
7. 2001	XXX	XXX	XXX	XXX	XXX	802	210	117	73	42
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	620	164	104	63
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	653	194	108
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	684	206
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	752

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										3,269
2. 1996		2,993	3,268	3,268	3,269	3,269	3,269	3,269	3,269	3,269
3. 1997	XXX	2,451	2,725	2,746	2,750	2,751	2,755	2,755	2,755	2,755
4. 1998	XXX	XXX	2,454	2,271	2,658	2,662	2,663	2,663	2,664	2,664
5. 1999	XXX	XXX	XXX	XXX	2,646	2,477	2,483	2,485	2,485	2,485
6. 2000	XXX	XXX	XXX	XXX	1,919	2,111	2,141	2,153	2,156	2,156
7. 2001	XXX	XXX	XXX	XXX	XXX	2,624	2,867	2,885	2,893	2,895
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	2,495	2,678	2,692	2,696
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,752	2,932	2,947
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,071	3,236
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,106

SCHEDULE P - PART 5E - COMMERCIAL MULTIPLE PERIL

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										2
2. 1996	2,815	3,294	3,397	3,453	3,493	3,510	3,523	3,534	3,543	3,543
3. 1997	XXX	1,839	2,244	2,327	2,365	2,406	2,419	2,429	2,436	2,438
4. 1998	XXX	XXX	1,690	2,033	2,123	2,166	2,166	2,201	2,213	2,216
5. 1999	XXX	XXX	XXX	1,934	2,428	2,499	2,548	2,573	2,587	2,591
6. 2000	XXX	XXX	XXX	XXX	1,864	2,458	2,533	2,581	2,608	2,620
7. 2001	XXX	XXX	XXX	XXX	XXX	1,882	2,568	2,164	2,203	2,232
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	1,145	1,437	1,492	1,529
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,279	1,672	1,727
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,176	1,666
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,166

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										4
2. 1996	965	362	205	123	71	60	31	14	5	4
3. 1997	XXX	753	297	159	99	47	27	15	6	8
4. 1998	XXX	XXX	703	278	162	80	45	28	16	10
5. 1999	XXX	XXX	XXX	581	283	158	75	52	26	15
6. 2000	XXX	XXX	XXX	XXX	863	286	164	89	44	19
7. 2001	XXX	XXX	XXX	XXX	XXX	651	288	193	103	47
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	510	222	130	66
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	616	224	120
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	687	279
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	633

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										2
2. 1996	5,663	6,066	6,199	6,216	6,217	6,224	6,226	6,227	6,227	6,230
3. 1997	XXX	3,986	4,336	4,413	4,426	4,435	4,436	4,439	4,441	4,448
4. 1998	XXX	XXX	3,640	4,005	4,060	4,065	4,089	4,090	4,097	4,097
5. 1999	XXX	XXX	XXX	3,310	3,564	3,658	3,677	3,688	3,694	3,697
6. 2000	XXX	XXX	XXX	XXX	2,727	3,139	3,201	3,230	3,241	3,243
7. 2001	XXX	XXX	XXX	XXX	XXX	3,476	3,772	3,873	3,896	3,909
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	2,469	2,757	2,821	2,847
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,774	3,053	3,137
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,700	2,999
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,523

SCHEDULE P - PART 5F - MEDICAL MALPRACTICE - OCCURRENCE

SECTION 1A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XXX		
10. 2004	XXX	XXX						XXX	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 2A

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XXX		
10. 2004	XXX	XXX						XXX	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XXX		
10. 2004	XXX	XXX						XXX	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 5F - MEDICAL MALPRACTICE - CLAIMS-MADE

SECTION 1B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 2B

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

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SCHEDULE P - PART 5H - OTHER LIABILITY - OCCURRENCE

SECTION 1A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	44	62	62	64	68	69	70	70	70	70
3. 1997	XXX	28	35	38	43	43	43	43	43	43
4. 1998	XXX	XXX	24	35	37	38	41	41	41	41
5. 1999	XXX	XXX	XXX	23	38	41	42	43	43	43
6. 2000	XXX	XXX	XXX	XXX	13	20	25	25	27	28
7. 2001	XXX	XXX	XXX	XXX	XXX	13	17	20	22	23
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	7	11	13	13
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5	10	11
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8	13
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6

SECTION 2A

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										1
2. 1996	29	19	17	13	8	5	4	4	4	3
3. 1997	XXX	12	10	1	1					
4. 1998	XXX	XXX	22	4	2					
5. 1999	XXX	XXX	XXX	25	12	4	2	1		
6. 2000	XXX	XXX	XXX	XXX	23	16	12	11	7	3
7. 2001	XXX	XXX	XXX	XXX	XXX	14	12	9	4	3
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	13	9	8	4
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15	8	3
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17	4
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13

SECTION 3A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996	117	141	155	160	161	161	161	161	162	162
3. 1997	XXX	86	80	86	86	87	87	87	87	87
4. 1998	XXX	XXX	63	75	77	78	79	79	79	79
5. 1999	XXX	XXX	XXX	60	69	72	72	72	72	72
6. 2000	XXX	XXX	XXX	XXX	36	44	50	54	55	55
7. 2001	XXX	XXX	XXX	XXX	XXX	49	57	61	63	63
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	40	49	53	54
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	35	38	41
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	32	37
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	30

SCHEDULE P - PART 5H - OTHER LIABILITY - CLAIMS-MADE

SECTION 1B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX	XXX								
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 2B

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX	XXX								
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX	XXX								
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

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SCHEDULE P - PART 5R - PRODUCTS LIABILITY - OCCURRENCE

SECTION 1A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX	XXX							
6. 2000	XXX	XXX	XXX	XXX						
7. 2001	XXX	XXX	XXX	XXX	XXX					
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 2A

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX	XXX							
6. 2000	XXX	XXX	XXX	XXX						
7. 2001	XXX	XXX	XXX	XXX	XXX					
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX	XXX							
6. 2000	XXX	XXX	XXX	XXX						
7. 2001	XXX	XXX	XXX	XXX	XXX					
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 5R - PRODUCTS LIABILITY - CLAIMS-MADE

SECTION 1B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 2B

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

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SCHEDULE P - PART 6C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005		
1. Prior												
2. 1996	9,551		9,551	9,551	9,551	9,551	9,551	9,551	9,551	9,551	9,551	
3. 1997	XXX	10,449	10,449	10,449	10,449	10,449	10,449	10,449	10,449	10,449	10,449	
4. 1998	XXX	XXX	11,122	11,122	11,122	11,122	11,122	11,122	11,122	11,122	11,122	
5. 1999	XXX	XXX	XXX	12,493	12,493	12,493	12,493	12,493	12,493	12,493	12,493	
6. 2000	XXX	XXX	XXX	XXX	14,359	14,359	14,359	14,359	14,359	14,359	14,359	
7. 2001	XXX	XXX	XXX	XXX	XXX	15,679	15,679	15,679	15,679	15,679	15,679	
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	16,592	16,592	16,592	16,592	16,592	
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,568	17,568	17,568	17,568	
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	20,397	20,397	20,397	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22,996	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22,996	
13. Earned Premiums (Sc-P-Pl 1)	9,551	10,449	11,122	12,493	14,359	15,679	16,592	17,568	20,397	22,996	XXX	

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005		
1. Prior												
2. 1996	6,292		6,292	6,292	6,292	6,292	6,292	6,292	6,292	6,292	6,292	
3. 1997	XXX	6,984	6,984	6,984	6,984	6,984	6,984	6,984	6,984	6,984	6,984	
4. 1998	XXX	XXX	7,461	7,461	7,461	7,461	7,461	7,461	7,461	7,461	7,461	
5. 1999	XXX	XXX	XXX	8,394	8,394	8,394	8,394	8,394	8,394	8,394	8,394	
6. 2000	XXX	XXX	XXX	XXX	10,007	10,007	10,007	10,007	10,007	10,007	10,007	
7. 2001	XXX	XXX	XXX	XXX	XXX	11,297	11,297	11,297	11,297	11,297	11,297	
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	12,347	12,347	12,347	12,347	12,347	
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,099	13,099	13,099	13,099	
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,455	15,455	15,455	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,430	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,430	
13. Earned Premiums (Sc-P-Pl 1)	6,292	6,984	7,461	8,394	10,007	11,297	12,347	13,099	15,455	17,430	XXX	

SCHEDULE P - PART 6D - WORKERS' COMPENSATION

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005		
1. Prior												
2. 1996	26,708		26,708	26,708	26,708	26,708	26,708	26,708	26,708	26,708	26,708	
3. 1997	XXX	25,138	25,138	25,138	25,138	25,138	25,138	25,138	25,138	25,138	25,138	
4. 1998	XXX	XXX	22,283	22,283	22,283	22,283	22,283	22,283	22,283	22,283	22,283	
5. 1999	XXX	XXX	XXX	23,808	23,808	23,808	23,808	23,808	23,808	23,808	23,808	
6. 2000	XXX	XXX	XXX	XXX	25,733	25,733	25,733	25,733	25,733	25,733	25,733	
7. 2001	XXX	XXX	XXX	XXX	XXX	28,403	28,403	28,403	28,403	28,403	28,403	
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	29,014	29,014	29,014	29,014	29,014	
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	34,280	34,280	34,280	34,280	
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	39,050	39,050	39,050	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	43,376	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	43,376	
13. Earned Premiums (Sc-P-Pl 1)	26,708	25,138	22,283	23,808	25,733	28,403	29,014	34,280	39,050	43,376	XXX	

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005		
1. Prior												
2. 1996	18,103		18,103	18,103	18,103	18,103	18,103	18,103	18,103	18,103	18,103	
3. 1997	XXX	17,692	17,692	17,692	17,692	17,692	17,692	17,692	17,692	17,692	17,692	
4. 1998	XXX	XXX	15,789	15,789	15,789	15,789	15,789	15,789	15,789	15,789	15,789	
5. 1999	XXX	XXX	XXX	16,951	16,951	16,951	16,951	16,951	16,951	16,951	16,951	
6. 2000	XXX	XXX	XXX	XXX	19,402	19,402	19,402	19,402	19,402	19,402	19,402	
7. 2001	XXX	XXX	XXX	XXX	XXX	21,709	21,709	21,709	21,709	21,709	21,709	
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	21,921	21,921	21,921	21,921	21,921	
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	25,753	25,753	25,753	25,753	
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	29,232	29,232	29,232	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	32,276	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	32,276	
13. Earned Premiums (Sc-P-Pl 1)	18,103	17,692	15,789	16,951	19,402	21,709	21,921	25,753	29,232	32,276	XXX	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 6E - COMMERCIAL MULTIPLE PERIL

SECTION 1

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1	2	3	4	5	6	7	8	9	10		
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior												
2. 1996	27,096	27,096	27,096	27,096	27,096	27,096	27,096	27,096	27,096	27,096	27,096	27,096
3. 1997	XXX	28,510	28,510	28,510	28,510	28,510	28,510	28,510	28,510	28,510	28,510	28,510
4. 1998	XXX	XXX	28,584	28,584	28,584	28,584	28,584	28,584	28,584	28,584	28,584	28,584
5. 1999	XXX	XXX	XXX	29,609	29,609	29,609	29,609	29,609	29,609	29,609	29,609	29,609
6. 2000	XXX	XXX	XXX	XXX	32,339	32,339	32,339	32,339	32,339	32,339	32,339	32,339
7. 2001	XXX	XXX	XXX	XXX	XXX	36,408	36,408	36,408	36,408	36,408	36,408	36,408
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	38,353	38,353	38,353	38,353	38,353	38,353
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	43,070	43,070	43,070	43,070	43,070
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	53,395	53,395	53,395	53,395
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	61,262	61,262	61,262
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	61,262
13. Earned Premiums (Sc P-Pl 1)	27,096	28,510	28,584	29,609	32,339	36,408	38,353	43,070	53,395	61,262	61,262	XXX

SECTION 2

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1	2	3	4	5	6	7	8	9	10		
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior												
2. 1996	19,453	19,453	19,453	19,453	19,453	19,453	19,453	19,453	19,453	19,453	19,453	19,453
3. 1997	XXX	20,110	20,110	20,110	20,110	20,110	20,110	20,110	20,110	20,110	20,110	20,110
4. 1998	XXX	XXX	20,083	20,083	20,083	20,083	20,083	20,083	20,083	20,083	20,083	20,083
5. 1999	XXX	XXX	XXX	20,595	20,595	20,595	20,595	20,595	20,595	20,595	20,595	20,595
6. 2000	XXX	XXX	XXX	XXX	23,235	23,235	23,235	23,235	23,235	23,235	23,235	23,235
7. 2001	XXX	XXX	XXX	XXX	XXX	26,961	26,961	26,961	26,961	26,961	26,961	26,961
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	29,063	29,063	29,063	29,063	29,063	29,063
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	32,768	32,768	32,768	32,768	32,768
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	40,166	40,166	40,166	40,166
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	46,217	46,217	46,217
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	46,217
13. Earned Premiums (Sc P-Pl 1)	19,453	20,110	20,083	20,595	23,235	26,961	29,063	32,768	40,166	46,217	46,217	XXX

SCHEDULE P - PART 6H - OTHER LIABILITY - OCCURRENCE

SECTION 1A

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1	2	3	4	5	6	7	8	9	10		
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior												
2. 1996	3,133	3,133	3,133	3,133	3,133	3,133	3,133	3,133	3,133	3,133	3,133	3,133
3. 1997	XXX	3,252	3,252	3,252	3,252	3,252	3,252	3,252	3,252	3,252	3,252	3,252
4. 1998	XXX	XXX	3,357	3,357	3,357	3,357	3,357	3,357	3,357	3,357	3,357	3,357
5. 1999	XXX	XXX	XXX	3,655	3,655	3,655	3,655	3,655	3,655	3,655	3,655	3,655
6. 2000	XXX	XXX	XXX	XXX	4,231	4,231	4,231	4,231	4,231	4,231	4,231	4,231
7. 2001	XXX	XXX	XXX	XXX	XXX	4,671	4,671	4,671	4,671	4,671	4,671	4,671
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	5,392	5,392	5,392	5,392	5,392	5,392
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,681	6,681	6,681	6,681	6,681
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,751	7,751	7,751	7,751
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,665	8,665	8,665
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,665
13. Earned Premiums (Sc P-Pl 1)	3,133	3,252	3,357	3,655	4,231	4,671	5,392	6,681	7,751	8,665	8,665	XXX

SECTION 2A

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1	2	3	4	5	6	7	8	9	10		
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior												
2. 1996	2,687	2,687	2,687	2,687	2,687	2,687	2,687	2,687	2,687	2,687	2,687	2,687
3. 1997	XXX	2,783	2,783	2,783	2,783	2,783	2,783	2,783	2,783	2,783	2,783	2,783
4. 1998	XXX	XXX	2,956	2,956	2,956	2,956	2,956	2,956	2,956	2,956	2,956	2,956
5. 1999	XXX	XXX	XXX	3,223	3,223	3,223	3,223	3,223	3,223	3,223	3,223	3,223
6. 2000	XXX	XXX	XXX	XXX	3,795	3,795	3,795	3,795	3,795	3,795	3,795	3,795
7. 2001	XXX	XXX	XXX	XXX	XXX	4,242	4,242	4,242	4,242	4,242	4,242	4,242
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	4,968	4,968	4,968	4,968	4,968	4,968
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,199	6,199	6,199	6,199	6,199
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,200	7,200	7,200	7,200
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,047	8,047	8,047
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,047
13. Earned Premiums (Sc P-Pl 1)	2,687	2,783	2,956	3,223	3,795	4,242	4,968	6,199	7,200	8,047	8,047	XXX

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 6H - OTHER LIABILITY - CLAIMS-MADE

SECTION 1B

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	
1. Prior											
2. 1996											
3. 1997	XXX										
4. 1998	XXX	XXX									
5. 1999	XXX	XXX									
6. 2000	XXX	XXX									
7. 2001	XXX	XXX									
8. 2002	XXX	XXX									
9. 2003	XXX	XXX									
10. 2004	XXX	XXX							XXX		
11. 2005	XXX	XXX							XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sc P-Pt 1)											XXX

SECTION 2B

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	
1. Prior											
2. 1996											
3. 1997	XXX										
4. 1998	XXX	XXX									
5. 1999	XXX	XXX									
6. 2000	XXX	XXX									
7. 2001	XXX	XXX									
8. 2002	XXX	XXX									
9. 2003	XXX	XXX									
10. 2004	XXX	XXX							XXX		
11. 2005	XXX	XXX							XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sc P-Pt 1)											XXX

SCHEDULE P - PART 6M - INTERNATIONAL

SECTION 1

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	
1. Prior											
2. 1996											
3. 1997	XXX										
4. 1998	XXX	XXX									
5. 1999	XXX	XXX									
6. 2000	XXX	XXX									
7. 2001	XXX	XXX									
8. 2002	XXX	XXX									
9. 2003	XXX	XXX									
10. 2004	XXX	XXX							XXX		
11. 2005	XXX	XXX							XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sc P-Pt 1)											XXX

SECTION 2

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	
1. Prior											
2. 1996											
3. 1997	XXX										
4. 1998	XXX	XXX									
5. 1999	XXX	XXX									
6. 2000	XXX	XXX									
7. 2001	XXX	XXX									
8. 2002	XXX	XXX									
9. 2003	XXX	XXX									
10. 2004	XXX	XXX							XXX		
11. 2005	XXX	XXX							XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sc P-Pt 1)											XXX

SCHEDULE P - PART 6N - REINSURANCE

Nonproportional Assumed Property

SECTION 1

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	
1. Prior											
2. 1996											
3. 1997	XXX										
4. 1998	XXX	XXX									
5. 1999	XXX	XXX	XXX								
6. 2000	XXX	XXX	XXX	XXX							
7. 2001	XXX	XXX	XXX	XXX	XXX						
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (So P-P1 1)											XXX

SECTION 2

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	
1. Prior											
2. 1996											
3. 1997	XXX										
4. 1998	XXX	XXX									
5. 1999	XXX	XXX	XXX								
6. 2000	XXX	XXX	XXX	XXX							
7. 2001	XXX	XXX	XXX	XXX	XXX						
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (So P-P1 1)											XXX

SCHEDULE P - PART 6O - REINSURANCE

Nonproportional Assumed Liability

SECTION 1

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	
1. Prior											
2. 1996											
3. 1997	XXX										
4. 1998	XXX	XXX									
5. 1999	XXX	XXX	XXX								
6. 2000	XXX	XXX	XXX	XXX							
7. 2001	XXX	XXX	XXX	XXX	XXX						
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (So P-P1 1)											XXX

SECTION 2

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005	
1. Prior											
2. 1996											
3. 1997	XXX										
4. 1998	XXX	XXX									
5. 1999	XXX	XXX	XXX								
6. 2000	XXX	XXX	XXX	XXX							
7. 2001	XXX	XXX	XXX	XXX	XXX						
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (So P-P1 1)											XXX

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY
SCHEDULE P - PART 6R - PRODUCTS LIABILITY - OCCURRENCE

SECTION 1A

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1	2	3	4	5	6	7	8	9	10		
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior												
2. 1996	208	208	208	208	208	208	208	208	208	208	208	208
3. 1997	XXX	219	219	219	219	219	219	219	219	219	219	219
4. 1998	XXX	XXX	175	175	175	175	175	175	175	175	175	175
5. 1999	XXX	XXX	XXX	143	143	143	143	143	143	143	143	143
6. 2000	XXX	XXX	XXX	XXX	53	53	53	53	53	53	53	53
7. 2001	XXX	XXX	XXX	XXX	XXX	5	5	5	5	5	5	5
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(3)	(3)	(3)	(3)	(3)
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13	13	13	13
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(22)	(22)	(22)
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
13. Earned Premiums (Sc P-Pl 1)	208	219	175	143	53	5		(3)	13	(22)		XXX

SECTION 2A

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1	2	3	4	5	6	7	8	9	10		
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior												
2. 1996	140	140	140	140	140	140	140	140	140	140	140	140
3. 1997	XXX	151	151	151	151	151	151	151	151	151	151	151
4. 1998	XXX	XXX	121	121	121	121	121	121	121	121	121	121
5. 1999	XXX	XXX	XXX	99	99	99	99	99	99	99	99	99
6. 2000	XXX	XXX	XXX	XXX	38	38	38	38	38	38	38	38
7. 2001	XXX	XXX	XXX	XXX	XXX	4	4	4	4	4	4	4
8. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(2)	(2)	(2)	(2)	(2)
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13	13	13	13
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(11)	(11)	(11)
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
13. Earned Premiums (Sc P-Pl 1)	140	151	121	99	38	4		(2)	13	(11)		XXX

SCHEDULE P - PART 6R - PRODUCTS LIABILITY - CLAIMS-MADE

SECTION 1B

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1	2	3	4	5	6	7	8	9	10		
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior												
2. 1996												
3. 1997	XXX	XXX										
4. 1998	XXX	XXX										
5. 1999	XXX	XXX										
6. 2000	XXX	XXX										
7. 2001	XXX	XXX										
8. 2002	XXX	XXX										
9. 2003	XXX	XXX										
10. 2004	XXX	XXX							XXX	XXX	XXX	XXX
11. 2005	XXX	XXX							XXX	XXX	XXX	XXX
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
13. Earned Premiums (Sc P-Pl 1)												XXX

SECTION 2B

Years In Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1	2	3	4	5	6	7	8	9	10		
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior												
2. 1996												
3. 1997	XXX	XXX										
4. 1998	XXX	XXX										
5. 1999	XXX	XXX										
6. 2000	XXX	XXX										
7. 2001	XXX	XXX										
8. 2002	XXX	XXX										
9. 2003	XXX	XXX										
10. 2004	XXX	XXX							XXX	XXX	XXX	XXX
11. 2005	XXX	XXX							XXX	XXX	XXX	XXX
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
13. Earned Premiums (Sc P-Pl 1)												XXX

SCHEDULE P - PART 7A - PRIMARY LOSS SENSITIVE CONTRACTS

(\$000 OMITTED)

SECTION 1

Schedule P - Part 1	1 Total Net Losses and Expenses Unpaid	2 Net Losses and Expenses Unpaid on Loss Sensitive Contracts	3 Loss Sensitive as Percentage of Total	4 Total Net Premiums Written	5 Net Premiums Written on Loss Sensitive Contracts	6 Loss Sensitive as Percentage of Total
1. Homeowners/Farmowners	3,722			16,551		
2. Private Passenger Auto Liability/Medical	20,877			14,592		
3. Commercial Auto/Truck Liability/Medical	7,697			5,671		
4. Workers' Compensation	17,885			11,640		
5. Commercial Multiple Peril	11,607			15,282		
6. Medical Malpractice - Occurrence						
7. Medical Malpractice - Claims-made						
8. Special Liability				3		
9. Other Liability - Occurrence	449			641		
10. Other Liabilities - Claims-made						
11. Special Property	230			2,140		
12. Auto Physical Damage	378			17,371		
13. Fidelity/Surety						
14. Other						
15. International						
16. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX	XXX	XXX
17. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX	XXX	XXX
18. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX	XXX	XXX
19. Products Liability - Occurrence				(11)		
20. Products Liability - Claims - made						
21. Financial Guaranty/Mortgage Guaranty						
22. Totals	62,825			63,660		

SECTION 2

Years in Which Policies Were Issued	INCURRED LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX						XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3

Years in Which Policies Were Issued	BULK AND INCURRED BUT NOT REPORTED RESERVES FOR LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES AT YEAR END (\$000 OMITTED)									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX								
10. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY
SCHEDULE P - PART 7A - PRIMARY LOSS SENSITIVE CONTRACTS

(continued)

SECTION 4

Years in Which Policies Were Issued	NET EARNED PREMIUMS REPORTED AT YEAR END (\$000 OMITTED)															
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005						
1. Prior																
2. 1996			NONE													
3. 1997	XXX															
4. 1998	XXX	XXX														
5. 1999	XXX	XXX														
6. 2000	XXX	XXX														
7. 2001	XXX	XXX														
8. 2002	XXX	XXX														
9. 2003	XXX	XXX												XXX		
10. 2004	XXX	XXX												XXX	XXX	
11. 2005	XXX	XXX								XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 5

Years in Which Policies Were Issued	NET RESERVE FOR PREMIUM ADJUSTMENTS AND ACCRUED RETROSPECTIVE PREMIUMS AT YEAR END (\$000 OMITTED)															
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005						
1. Prior																
2. 1996			NONE													
3. 1997	XXX															
4. 1998	XXX	XXX														
5. 1999	XXX	XXX														
6. 2000	XXX	XXX														
7. 2001	XXX	XXX														
8. 2002	XXX	XXX														
9. 2003	XXX	XXX												XXX		
10. 2004	XXX	XXX												XXX	XXX	
11. 2005	XXX	XXX								XXX	XXX	XXX	XXX	XXX	XXX	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 7B - REINSURANCE LOSS SENSITIVE CONTRACTS

(\$000 OMITTED)

SECTION 1

Schedule P - Part 1	1 Total Net Losses and Expenses Unpaid	2 Net Losses and Expenses Unpaid on Loss Sensitive Contracts	3 Loss Sensitive as Percentage of Total	4 Total Net Premiums Written	5 Net Premiums Written on Loss Sensitive Contracts	6 Loss Sensitive as Percentage of Total
1. Homeowners/Farmowners	3,722			16,551		
2. Private Passenger Auto Liability/Medical	20,877			14,582		
3. Commercial Auto/Truck Liability/Medical	7,697			5,671		
4. Workers' Compensation	17,865			11,640		
5. Commercial Multiple Peril	11,697			15,282		
6. Medical Malpractice - Occurrence						
7. Medical Malpractice - Claims-made						
8. Special Liability				3		
9. Other Liability - Occurrence	449			641		
10. Other Liabilities - Claims-made						
11. Special Property	239			2,140		
12. Auto Physical Damage	378			17,371		
13. Fidelity/Surety						
14. Other						
15. International						
16. Reinsurance - Nonproportional Assumed Property						
17. Reinsurance - Nonproportional Assumed Liability						
18. Reinsurance - Nonproportional Assumed Financial Lines						
19. Products Liability - Occurrence				(11)		
20. Products Liability - Claims - made						
21. Financial Guaranty/Mortgage Guaranty						
22. Totals	62,825			63,880		

SECTION 2

Years In Which Policies Were Issued	INCURRED LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XXX		
10. 2004	XXX	XXX						XXX	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3

Years in Which Policies Were Issued	BULK AND INCURRED BUT NOT REPORTED RESERVES FOR LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES AT YEAR END (\$000 OMITTED)									
	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XXX		
10. 2004	XXX	XXX						XXX	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P - PART 7B - REINSURANCE LOSS SENSITIVE CONTRACTS
(continued)**

SECTION 4

NET EARNED PREMIUMS REPORTED AT YEAR END (\$000 OMITTED)										
Years in Which Policies Were Issued	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XXX		
10. 2004	XXX	XXX						XXX	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		

SECTION 5

NET RESERVE FOR PREMIUM ADJUSTMENTS AND ACCRUED RETROSPECTIVE PREMIUMS AT YEAR END (\$000 OMITTED)										
Years in Which Policies Were Issued	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XXX		
10. 2004	XXX	XXX						XXX	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		

SECTION 6

INCURRED ADJUSTABLE COMMISSIONS REPORTED AT YEAR END (\$000 OMITTED)										
Years in Which Policies Were Issued	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XXX		
10. 2004	XXX	XXX						XXX	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		

SECTION 7

RESERVES FOR COMMISSION ADJUSTMENTS AT YEAR END (\$000 OMITTED)										
Years in Which Policies Were Issued	1 1996	2 1997	3 1998	4 1999	5 2000	6 2001	7 2002	8 2003	9 2004	10 2005
1. Prior										
2. 1996										
3. 1997	XXX									
4. 1998	XXX	XXX								
5. 1999	XXX	XXX								
6. 2000	XXX	XXX								
7. 2001	XXX	XXX								
8. 2002	XXX	XXX								
9. 2003	XXX	XXX						XXX		
10. 2004	XXX	XXX						XXX	XXX	
11. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE P INTERROGATORIES

1. What is the extended loss and expense reserve - direct and assumed - for the following classes? An example of an extended loss and expense reserve is the actuarial reserve for the free-tail coverage arising upon death, disability or retirement in most medical malpractice policies. Such a liability is to be reported here even if it was not reported elsewhere in Schedule P, but otherwise reported as a liability item on Page 3. Show the full reserve amount, not just the change during the current year.

Years in which premiums were earned and losses were incurred	1 Medical Malpractice	2 Other Liability	3 Products Liability
1.01 Prior			
1.02 1996			
1.03 1997			
1.04 1998			
1.05 1999			
1.06 2000			
1.07 2001			
1.08 2002			
1.09 2003			
1.10 2004			
1.11 2005			
1.12 TOTALS			

2. The definition of allocated loss adjustment expenses (ALAE) and, therefore, unallocated loss adjustment expenses (ULAE) was changed effective January 1, 1998. This change in definition applies to both paid and unpaid expenses. Are these expenses (now reported as "Defense and Cost Containment" and "Adjusting and Other") reported in compliance with these definitions in this statement? Yes (X) No ()

3. The Adjusting and Other expense payments and reserves should be allocated to the years in which the losses were incurred based on the number of claims reported, closed and outstanding in those years. When allocating Adjusting and Other expense between companies in a group or a pool, the Adjusting and Other expense should be allocated in the same percentage used for the loss amounts and the claim counts. For reinsurers, Adjusting and Other expense assumed should be reported according to the reinsurance contract. For Adjusting and Other expense incurred by reinsurers, or in those situations where suitable claim count information is not available, Adjusting and Other expense should be allocated by a reasonable method determined by the company and described in Interrogatory 7, below. Are they so reported in this Statement? Yes (X) No ()

4. Do any lines in Schedule P include reserves that are reported gross of any discount to present value of future payments, and that are reported net of such discounts on on Page 10? Yes () No (X)

If yes, proper disclosure must be made in the Notes to Financial Statements, as specified in the instructions. Also, the discounts must be reported in Schedule P - Part 1, Column 32 and Column 33.

Schedule P must be completed gross of non-tabular discounting. Work papers relating to discount calculations must be available for examination upon request.

Discounting is allowed only if expressly permitted by the state insurance department to which this Annual Statement is being filed.

5. What were the net premiums in force at the end of the year for: 5.1 Fidelity \$
5.2 Surety \$
 (in thousands of dollars)

6. Claim count information is reported per claim or per claimant. (Indicate which). per Claimant
 If not the same in all years, explain in Interrogatory 7.

7.1 The information provided in Schedule P will be used by many persons to estimate the adequacy of the current loss and expense reserves, among other things. Are there any especially significant events, coverage, retention or accounting changes that have occurred that must be considered when making such analyses? Yes () No (X)

7.2 An extended statement may be attached:

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (Yes or No)	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	No							
2. Alaska	AK	No							
3. Arizona	AZ	No							
4. Arkansas	AR	No							
5. California	CA	No							
6. Colorado	CO	No							
7. Connecticut	CT	No							
8. Delaware	DE	Yes	11,400,731	10,843,958	140,521	4,162,767	6,336,556	9,697,177	153,794
9. Dist. Columbia	DC	No							
10. Florida	FL	No							
11. Georgia	GA	No							
12. Hawaii	HI	No							
13. Idaho	ID	No							
14. Illinois	IL	Yes							
15. Indiana	IN	Yes							
16. Iowa	IA	No							
17. Kansas	KS	No							
18. Kentucky	KY	No							
19. Louisiana	LA	No							
20. Maine	ME	No							
21. Maryland	MD	Yes	17,636,340	17,704,758	96,947	9,607,556	9,154,907	9,167,054	237,911
22. Massachusetts	MA	No							
23. Michigan	MI	No							
24. Minnesota	MN	No							
25. Mississippi	MS	No							
26. Missouri	MO	No							
27. Montana	MT	No							
28. Nebraska	NE	No							
29. Nevada	NV	No							
30. New Hampshire	NH	No							
31. New Jersey	NJ	No							
32. New Mexico	NM	No							
33. New York	NY	Yes		1,551					223
34. North Carolina	NC	Yes	16,495						
35. North Dakota	ND	No							
36. Ohio	OH	Yes	9,017,926	9,035,380	2,611,548	3,232,866	2,168,838		121,650
37. Oklahoma	OK	No							
38. Oregon	OR	No							
39. Pennsylvania	PA	Yes	163,481,605	159,586,925	910,327	71,370,143	76,581,175	100,148,354	2,205,339
40. Rhode Island	RI	No							
41. South Carolina	SC	No							
42. South Dakota	SD	No							
43. Tennessee	TN	Yes							
44. Texas	TX	No							
45. Utah	UT	No							
46. Vermont	VT	No							
47. Virginia	VA	Yes	5,586,099	5,115,769	25,569	1,570,456	1,889,852	2,706,607	75,490
48. Washington	WA	No							
49. West Virginia	WV	No							
50. Wisconsin	WI	No							
51. Wyoming	WY	No							
52. American Samoa	AS	No							
53. Guam	GU	No							
54. Puerto Rico	PR	No							
55. U. S. Virgin Islands	VI	No							
56. Canada	CN	No							
57. Aggregate other alien	OT	X X X							
58. Totals	(a) 10		207,149,197	202,288,361	1,173,464	88,922,470	97,185,356	123,788,130	2,794,407
DETAILS OF WRITE-INS									
5701	X X X								
5702	X X X								
5703	X X X								
5709. Summary of remaining write-ins for Line 57 from overflow page	X X X								
5709. Totals (Line 5701 through Line 5703 plus Line 5709) (Line 57 above)	X X X								

Explanation of basis of allocation of premiums by states, etc.

Location of Risk

(a) Insert the number of yes responses except for Canada and Other Alien.

SCHEDULE T - PART 2

INTERSTATE COMPACT PRODUCTS - EXHIBIT OF PREMIUMS WRITTEN

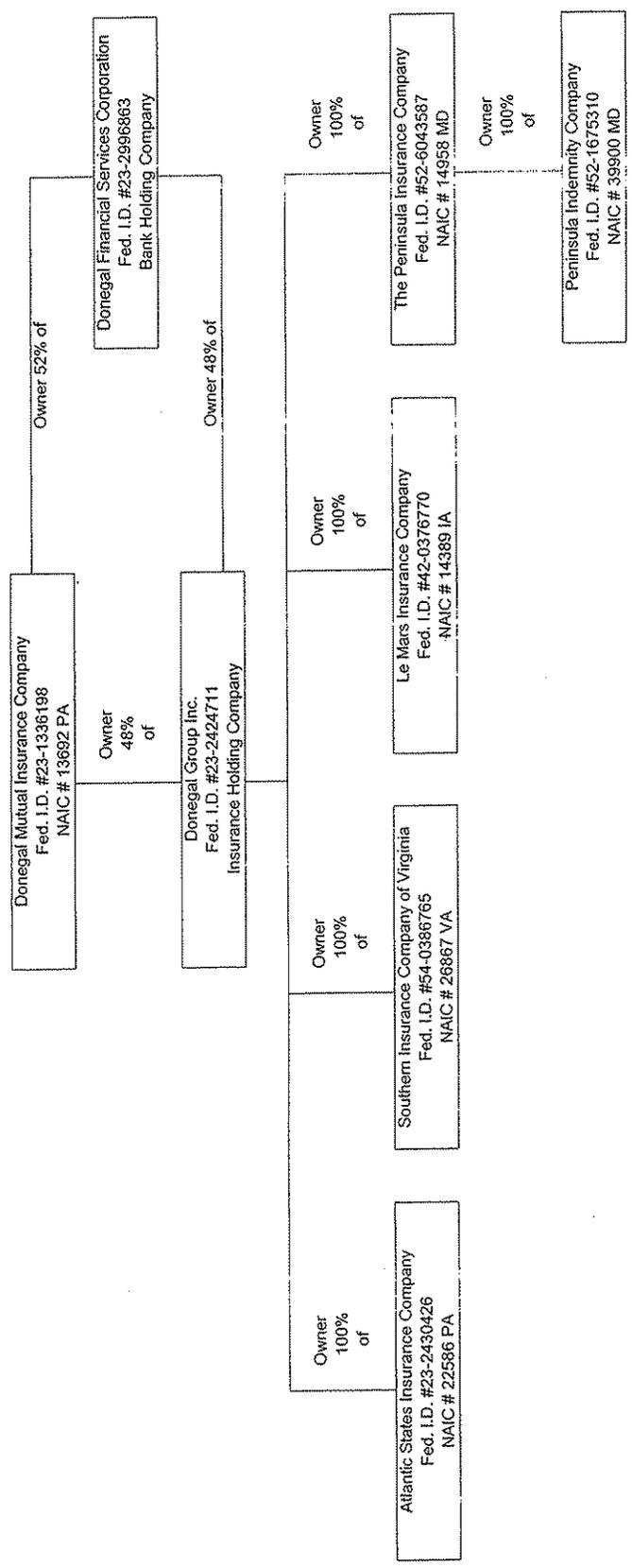
Allocated by States and Territories

States, Etc.		Direct Business Only					6 Totals
		1 Life (Group and Individual)	2 Annuities (Group and Individual)	3 Disability Income (Group and Individual)	4 Long-Term Care (Group and Individual)	5 Deposit-Type Contracts	
1. Alabama	AL						
2. Alaska	AK						
3. Arizona	AZ						
4. Arkansas	AR						
5. California	CA						
6. Colorado	CO						
7. Connecticut	CT						
8. Delaware	DE						
9. District of Columbia	DC						
10. Florida	FL						
11. Georgia	GA						
12. Hawaii	HI						
13. Idaho	ID						
14. Illinois	IL						
15. Indiana	IN						
16. Iowa	IA						
17. Kansas	KS						
18. Kentucky	KY						
19. Louisiana	LA						
20. Maine	ME						
21. Maryland	MD						
22. Massachusetts	MA						
23. Michigan	MI						
24. Minnesota	MN						
25. Mississippi	MS						
26. Missouri	MO						
27. Montana	MT						
28. Nebraska	NE						
29. Nevada	NV						
30. New Hampshire	NH						
31. New Jersey	NJ						
32. New Mexico	NM						
33. New York	NY						
34. North Carolina	NC						
35. North Dakota	ND						
36. Ohio	OH						
37. Oklahoma	OK						
38. Oregon	OR						
39. Pennsylvania	PA						
40. Rhode Island	RI						
41. South Carolina	SC						
42. South Dakota	SD						
43. Tennessee	TN						
44. Texas	TX						
45. Utah	UT						
46. Vermont	VT						
47. Virginia	VA						
48. Washington	WA						
49. West Virginia	WV						
50. Wisconsin	WI						
51. Wyoming	WY						
52. American Samoa	AS						
53. Guam	GU						
54. Puerto Rico	PR						
55. U. S. Virgin Islands	VI						
56. Canada	CN						
57. Aggregate Other Alien	OT						
58. Totals							

NONE

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



**SCHEDULE Y
PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES**

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Underwrites for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)	
1082	22-135158	DONEGAL MUTUAL INSURANCE COMPANY	4,185,520				6,170,113	3,188,212			13,523,845	(4,380,400)
0000	22-242471	DONEGAL GROUP INC.	(2,185,520)								(2,185,520)	
Z288	22-249426	ATLANTIC STATES INSURANCE COMPANY	(1,200,000)								(1,200,000)	
Z687	54-038765	SOUTHERN INSURANCE COMPANY OF VIRGINIA	(400,000)								(7,170,713)	5,022,285
1439	42-037670	LE MARS INSURANCE COMPANY					(3,388,907)	(2,383,811)			(2,383,811)	
1638	52-044387	THE PENINSULA INSURANCE COMPANY	(300,000)				(2,283,266)	(286,516)			(2,569,782)	(23,070)
3900	52-167310	PENINSULA INDEMNITY COMPANY	(90,000)								(330,000)	
999998		CONTROL TOTALS							(97,866)		(97,866)	

If the nature of the transactions reported in Part 2 requires explanation, report such in the following explanatory note:

.....

.....

.....

.....

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING

RESPONSE

1. Will an actuarial opinion be filed by March 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 440:

2. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 460:

3. Will the Risk-based Capital Report be filed with the NAIC by March 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 390:

4. Will the Risk-based Capital Report be filed with the state of domicile, if required, by March 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 390:

5. Will the Reinsurance Attestation Supplement be filed with the state of domicile and the NAIC by March 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 400:

APRIL FILING

6. Will the Insurance Expense Exhibit be filed with the state of domicile and the NAIC by April 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 270:

7. Will Management's Discussion and Analysis be filed by April 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 350:

**SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES
(Continued)**

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

APRIL FILING

RESPONSE

8. Will the Investment Risks Interrogatories be filed by April 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 285:

MAY FILING

9. Will this company be included in a combined annual statement that is filed with the NAIC by May 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 201:

JUNE FILING

10. Will an audited financial report be filed by June 1?

YES

EXPLANATION:

BARCODE:

Document Identifier 220:

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING

11. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1?

NO

EXPLANATION:

Does not apply.

BARCODE:

Document Identifier 420:



12. Will the Financial Guaranty Insurance Exhibit be filed by March 1?

NO

EXPLANATION:

No business transacted.

BARCODE:

Document Identifier 240:



13. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1?

NO

EXPLANATION:

No business transacted.

BARCODE:

Document Identifier 360:



14. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed by March 1?

NO

EXPLANATION:

No business transacted.

BARCODE:

Document Identifier 450:



SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES
(Continued)

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING

15. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? RESPONSE
NO

EXPLANATION:
Does not apply.

BARCODE:
Document Identifier 490: 1 3 6 9 2 2 0 0 5 4 9 0 0 0 0 0 0


16. Will the Premiums Attributed to Protected Cells Exhibit be filed by March 1? NO

EXPLANATION:
No business transacted.

BARCODE:
Document Identifier 385: 1 3 6 9 2 2 0 0 5 3 8 5 0 0 0 0 0


17. Will the Reinsurance Summary Supplemental Filing for General Interrogatory 9 be filed with the state of domicile and the NAIC by March 1? NO

EXPLANATION:
.....

BARCODE:
Document Identifier 401: 1 3 6 9 2 2 0 0 5 4 0 1 0 0 0 0 0


APRIL FILING

18. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? NO

EXPLANATION:
No business transacted.

BARCODE:
Document Identifier 230: 1 3 6 9 2 2 0 0 5 2 3 0 0 0 0 0 0


19. Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? NO

EXPLANATION:
No business transacted.

BARCODE:
Document Identifier 330: 1 3 6 9 2 2 0 0 5 3 3 0 0 0 0 0 0


20. Will the Accident and Health Policy Experience Exhibit be filed by April 1? NO

EXPLANATION:
No business transacted.

BARCODE:
Document Identifier 210: 1 3 6 9 2 2 0 0 5 2 1 0 0 0 0 0 0


ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE A - PART 1

Showing all Real Estate Owned December 31 of Current Year

1 Description of Property	2 Code	3 Location		4 State	5 Date Acquired	6 Date of Last Appraisal	7 Actual Cost	8 Amount of Encumbrances	9 Book/Adjusted Carrying Value Less Encumbrances	10 Fair Value Less Encumbrances	11 Increase (Decrease) by Adjustment	12 Increase (Decrease) by Foreign Exchange Adjustment	13 Amounts Received During Year	14 Expended for Additions, Permanent Improvements and Changes in Circumstances During Year	15 Gross Income Earned Less Interest Incurred on Encumbrances	16 Taxes, Repairs and Expenses Incurred	
		City															
Properties occupied by the reporting entity - Administrative																	
HOME OFFICE COMPLEX (BUILDING A)NO				PA	01/07/983	05/30/2001	25,604,015		19,389,950	19,997,577	(613,623)			115,111	1,449,999	1,213,877	
TRAINING CENTER				PA	12/17/988	05/30/2001	4,394,824		3,519,947	3,291,000	(119,900)				21,687	40,195	
0295895 - Properties occupied by the reporting entity - Administrative							29,998,839		22,909,897	23,288,577	(733,783)			115,111	1,471,687	1,254,072	
0389899 - TOTAL Properties occupied by the reporting entity							29,998,839		22,909,897	23,288,577	(733,783)			115,111	1,471,687	1,254,072	
Properties held for the production of income																	
35.49 ACRE TRACT OF LAND				PA	08/11/985	05/30/2001	518,899		518,899	953,170	434,271				5,150	7,884	
0495699 - Properties held for the production of income							518,899		518,899	953,170	434,271				5,150	7,884	
9895899 - TOTALS							30,517,738		23,428,796	24,241,747	(733,783)			115,111	1,476,837	1,261,956	

SCHEDULE A - PART 2

Showing all Real Estate Acquired During the Year

1	2		3	4	5	6	7	8	9
Description of Property	City	State	Date Acquired	Name of Vendor	Actual Cost	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Expanded for Additions and Permanent Improvements	
Acquired by purchase	MARIETTA	PA	06/28/2005	CONGREGATIONAL BIBLE CHURCH	978,330		978,330		
LAND & BUILDING	MARIETTA	PA	06/28/2005	CONGREGATIONAL BIBLE CHURCH	90,275		90,275		
0166669 - Acquired by purchase	MARIETTA	PA			1,068,605		1,068,605		
9666669 - TOTALS					1,068,605		1,068,605		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE A - PART 3

Showing all Real Estate SOLD during the Year, including Payments during the Final Year on "Sales under Contract"

1 Description of Property	2 City		3 State	4 Disposal Date	5 Name of Purchaser	6 Actual Cost	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Expended for Additions, Permanent Improvements and Changes in Encumbrances	10 Book/Adjusted Carrying Value Less Encumbrances	11 Amounts Received	12 Foreign Exchange Profit (Loss) on Sale	13 Realized Profit (Loss) on Sale	14 Total Profit (Loss) on Sale	15 Gross Income Earned Less Interest Incurred on Encumbrances	16 Taxes, Repairs and Expenses Incurred	
	1 Location	2 City															
Property sold LIKE KIND EXCHANGE 0196999 - Property sold	MARIETTA	PA	06/29/2006	CONGREGATIONAL BIBLE CHURCH	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275
9999998 - TOTALS						90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275	90,275

SCHEDULE B - PART 1

Showing all Mortgage Loans OWNED December 31 of Current Year

1 Loan Number	2 Code	3 City		4 State	5 Loan Type	6 Date Acquired	7 Rate of Interest	8 Book Value (Recorded Investment Excluding Accrued Interest)	9 Increase (Decrease) by Adjustment	10 Increase (Decrease) by Foreign Exchange Adjustment	11 Value of Land and Buildings	12 Date of Last Appraisal or Valuation
		3	4									
Mortgages in good standing - Mortgages in good standing not shown on lines 0193999 through 0193999												
59		MARIETTA	PA			04/01/1995	10.500	45,144			100,000	
60		MARIETTA	PA			12/21/1991	9.000	232,200			255,000	
61		MARIETTA	PA			02/07/1992	9.250	1,042			170,000	
147		JOHNSTOWN	PA			01/18/1993	8.448	68,448			160,000	
238		HARTFIELD	PA			09/07/1993	8.150	33,065			73,500	
239		MOUNT JOY	PA			09/29/1993	8.150	8,814			131,400	
240		LANCASTER	PA			12/31/1993	8.150	14,741			150,000	
241		LANCASTER	PA			12/31/1993	8.150	13,078			94,000	
242		LANCASTER	PA			02/08/1994	8.150	23,184			122,000	
243		CAMP HILL	PA			02/24/1994	7.500	61,115			135,000	
244		CAMP HILL	PA			04/31/1994	7.500	47,957			76,000	
245		CAMP HILL	PA			04/31/1994	7.500	32,277			184,400	
246		CAMP HILL	PA			04/31/1994	7.500	31,447			91,000	
247		ELIZABETHTOWN	PA			07/21/1996	6.750	44,560			94,472	
248		ELIZABETHTOWN	PA			07/21/1996	6.750	43,817			200,000	
249		ELIZABETHTOWN	PA			07/21/1996	6.750	43,817			182,000	
313		BARRIDGE	PA			03/29/1999	6.500	85,244			85,200	
314		MOUNT JOY	PA			04/13/1999	6.500	23,295			315,000	
315		MOUNT JOY	PA			05/04/1999	6.875	58,699			90,000	
316		WRIGHTSVILLE	OH			06/25/1999	6.500	52,025			108,400	
317		CENTERSVILLE	OH			11/05/1999	6.750	68,017			115,500	
318		MARIETTA	PA			06/10/2000	6.500	59,755			143,300	
319		MARIETTA	PA			06/10/2000	6.500	54,069			142,300	
320		MARIETTA	PA			06/10/2000	6.500	98,458			142,300	
321		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
322		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
323		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
324		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
325		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
326		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
327		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
328		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
329		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
330		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
331		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
332		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
333		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
334		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
335		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
336		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
337		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
338		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
339		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
340		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
341		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
342		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
343		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
344		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
345		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
346		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
347		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
348		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
349		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
350		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
351		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
352		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
353		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
354		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
355		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
356		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
357		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
358		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
359		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
360		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
361		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
362		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
363		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
364		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
365		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
366		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
367		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
368		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
369		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
370		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
371		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
372		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
373		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
374		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
375		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
376		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
377		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
378		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
379		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
380		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
381		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
382		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
383		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
384		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
385		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
386		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
387		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
388		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
389		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
390		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
391		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
392		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
393		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
394		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
395		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
396		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
397		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
398		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
399		STRASBURG	PA			08/19/2002	6.250	127,374			144,000	
400												

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE B - PART 1

Showing all Mortgage Loans OWNED December 31 of Current Year

1	2	3		4	5	6	7	8	9	10	11	12
Loan Number	Code	City	State	Loan Type	Date Acquired	Rate of Interest	Book Value/Recorded Investment Excluding Accrued Interest	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Value of Land and Buildings	Date of Last Appraisal or Valuation	
TOTALS												
								3,523,876			6,780,602	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE B - PART 2

Showing all Mortgage Loans SOLD, transferred or paid in full during the Year

1 Loan Number	2 Location		3 State	4 Loan Type	5 Date Acquired	6 Book Value/Reputed Investment Excluding Accrued Interest Prior Year	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Book Value/Reputed Investment Excluding Accrued Interest at Disposition	10 Consideration Received	11 Foreign Exchange Profit (Loss) on Sale	12 Refined Profit (Loss) on Sale	13 Total Profit (Loss) on Sale
	City												
Mortgages closed by repayment													
220	MANHEIM	PA	PA		10/11/1993	2,568			2,568				
235	CAMP HILL	PA	PA	E	11/29/1993	7,278			7,278				
259	MIDLOTHIAN	VA	VA		03/29/1996	94,875			94,875				
303	COLUMBIA	PA	PA		06/05/1998	158,785			158,785				
310	LANCASTER	PA	PA		10/09/1998	81,612			81,612				
329	RONKS	PA	PA		03/07/1999	169,232			169,232				
335	MIDDLETOWN	PA	PA		02/09/2000	73,072			73,072				
346	HARRISBURG	PA	PA		12/13/2001	29,685			29,685				
349	MARIETTA	PA	PA		03/11/2002	72,488			72,488				
355	LANCASTER	PA	PA		09/29/2003	87,053			87,053				
0199589	Mortgages closed by repayment												
						776,658			776,658				
699589 - TOTALS						776,658			776,658				

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE BA - PART 1

Showing Other Long-Term Invested Assets Owned December 31 of Current Year

1 CUSIP Identification	2 Name or Description	3 Code	4 Location		5 State	6 Name of Vendor or General Partner	7 NAIC Designation	8 Date Originally Acquired	9 Type and Strategy	10 Actual Cost	11 Additional Investment During Year Actual Cost	12 Fair Value	13 Amount of Encumbrances	14 Book/Adjusted Carrying Value Less Encumbrances	15 Increase (Decrease) By Foreign Exchange Adjustment	16 Increase (Decrease) By Foreign Exchange Adjustment	17 Investment Income	18 Commitment for Additional Investment	19 Percentage of Ownership
			4 City	5 State															
	Surplus Debentures, etc. - Unaffiliated		CHICAGO, IL			DIRECT	01/01/1994		818,518		818,518		618,518	618,518					
	SURPLUS DRAFTS - AMERICAN MUTUAL PENNSYLVANIA CO.								818,518		818,518		618,518	618,518					
	Subtotal - Surplus Debentures, etc. - Unaffiliated								818,518		818,518		618,518	618,518					
	Collateral Loans - Unaffiliated								222,383		222,383		222,383	222,383			18,829		
	MYERS & BELL INSURANCE AGENCY		STEVENS, PA			DIRECT	11/10/2000		222,383		222,383		222,383	222,383			18,829		
	AMERICAN HERITAGE INSURANCE GROUP		CINCINNATI, OH			DIRECT	06/21/2001		55,000		55,000		55,000	55,000					
	CHRISTIAN - BAKER COMPANY		CAMP HILL, PA			DIRECT	02/29/2004		37,500		37,500		37,500	37,500					
	LIGHTHOUSE INSURANCE GROUP INC		MONKESSEN, PA			DIRECT	04/29/2004		74,000		74,000		74,000	74,000					
	GREG ZARTMAN AND ASSOCIATES		LITTLESTOWN, PA			DIRECT	09/29/2004		5,000		5,000		5,000	5,000					
	INTERSTATE INSURANCE SERVICES		CINCINNATI, OH			DIRECT	01/25/2004		20,000		20,000		20,000	20,000					
	NICKLAS INSURANCE AGENCY		CINCINNATI, OH			DIRECT	10/12/2005		40,000		40,000		40,000	40,000					
	Subtotal - Collateral Loans - Unaffiliated								464,883		464,883		464,883	464,883			18,829		
	Subtotal - Subtotal - Unaffiliated								1,083,401		1,083,401		1,083,401	1,083,401			18,829		
	Subtotal - TOTALS								1,883,401		1,883,401		1,883,401	1,883,401			18,829		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets SOLD, transferred or paid in full during the Year

1 CUSIP Identification	2 Name or Description	3 Location		4 State	5 Name of Purchaser or Relative of Disposal	6 Date Originally Acquired	7 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	8 Increase (Decrease) by Adjustment	9 Increase (Decrease) by Foreign Exchange Adjustment	10 Book/Adjusted Carrying Value Less Encumbrances on Disposal	11 Consideration Received	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Investment Income
		City													
	Collateral Loans - Unaffiliated														
	COLLATERAL LOAN-AMERSBEL INSURANCE AGENCY	STEVENS		PA	DIRECT	11/10/2003	19,276			19,276					
	COLLATERAL LOAN-ASC INSURANCE GROUP	MONONGAHELA		PA	DIRECT	11/21/2001	3,370			3,370					
	COLLATERAL LOAN-DURAN INSURANCE GROUP	NORTH HUNTINGTON		PA	DIRECT	11/26/2002	14,333			14,333					
	COLLATERAL LOAN-CHRISTIAN BAKER CO.	CAMP HILL		PA	DIRECT	07/27/2004	22,500			22,500					
	COLLATERAL LOAN-USMOROCK INSURANCE GRP	MONESSEN		PA	DIRECT	04/21/2004	23,000			23,000					
	319999 - Subtotal - Collateral Loans - Unaffiliated						84,729			84,729					
	319999 - Subtotal - Unaffiliated						84,729			84,729					
	339999 - TOTALS						84,729			84,729					18,829

SCHEDULE D - PART 2 - SECTION 1

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1	2	3	4	5	6	7	8	9			10			11			12					20	21
								Code	Foreign	Number Of Shares	Per Value Per Share	Rate Per Share	Book/Adjusting Carrying Value	Rate Per Share Used to Obtain Fair Value	Fair Value	Actual Cost	Dividends	12	13	14	15			16	17	18	19
CUSIP Identification	Description										Declared but Unpaid	Amount Received During Year	Nonadmitted Declared but Unpaid	Unreversed Valuation Increase (Decrease)	Current Year's (Amortization) Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B.I.C.V. (5-18-17)	Total Foreign Exchange Change B.I.C.V.	NASC Designation	Date Acquired			
Preferred Stocks - Banks, Trust and Insurance Companies (Unaffiliated)																							
022020-001	BANK OF AMERICA CORP			5,000,000		25.000	127,000	25.000	127,000	125,000	4,375	9,062		(4,800)			(4,800)		PIL	07/31/2001			
023130-004	ABBOTT NATIONAL PLC 7.5%			10,000,000		25.200	251,000	25.200	251,000	250,000		13,125		(13,680)			(13,680)		PIL	01/30/2001			
023130-004	ABBOTT NATIONAL PLC 7.5%			10,000,000		25.200	251,000	25.200	251,000	250,000		13,125		(13,680)			(13,680)		PIL	01/30/2001			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200	50,200	25.200	50,200	50,000	4,500	3,437		(3,680)			(3,680)		PIL	01/21/1998			
023130-004	ABBOTT NATIONAL PLC 7.5%			2,000,000		25.200</																	

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 3

Showing all Long-Term Bonds and Stocks Acquired During Current Year

1 CUSIP Identification	2 Description	3		4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Fair Value	9 Paid for Accrued Interest and Dividends
		Foreign	U.S.						
Bonds - U.S. Governments									
US GOVERNMENT OBLIGATIONS - U.S.									
9128Z-DC-1	U.S. TREASURY NOTES			02/07/2005	RAYMOND JAMES		1,007,001	1,000,000.00	9,510
9128Z-DV-9	U.S. TREASURY NOTES			07/01/2005	CITIGROUP		3,002,500	3,000,000.00	17,150
9128Z-BE-6	U.S. TREASURY NOTES			08/31/2005	CITIGROUP		2,006,075	2,000,000.00	3,827
9128Z-EN-6	U.S. TREASURY NOTES			12/27/2005	CITIGROUP		1,012,869	1,000,000.00	5,345
9128Z-EP-1	U.S. TREASURY NOTES			12/27/2005	CITIGROUP		808,894	800,000.00	3,269
	COUNTRY TOTAL - U.S.						8,077,369	8,000,000.00	39,201
039899 - Subtotal - U.S. Governments									
Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions									
SPECIAL REVENUE AND ASSESSMENTS - U.S.									
31262-1A-5	FEDERAL HOME LOAN 40726			09/27/2005	BANK ADVISORY GROUP		1,500,729	1,519,244.00	5,127
31262-1A-6	FEDERAL HOME LOAN 40726			09/30/2005	BANK ADVISORY GROUP		4,855,174	4,500,333.00	16,876
31262-1A-6	FEDERAL HOME LOAN 40726			12/07/2005	CITIGROUP		1,671,184	1,740,000.00	6,908
31262-1A-6	FEDERAL HOME LOAN 40726			09/27/2005	DANA RAUSCHER		1,834,400	1,828,755.98	6,838
31262-1A-6	FEDERAL HOME LOAN 40726			09/27/2005	DANA RAUSCHER		3,531,195	3,494,524.00	7,289
31262-1A-6	FEDERAL HOME LOAN 40726			09/18/2005	DANA RAUSCHER		1,498,720	1,499,163.00	3,123
31262-1A-6	FEDERAL HOME LOAN 40726			09/18/2005	Undefined		2,463,289	2,018,372.00	4,541
31262-1A-6	FEDERAL HOME LOAN 40726			07/10/2005	CITIGROUP		16,511,802	16,600,435.00	44,315
31262-25-4	COUNTRY TOTAL - U.S.						24,589,651	24,600,435.00	83,516
319999 - Subtotal - Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions									
609997 - Subtotal - Bonds - Part 3									
609998 - Subtotal - Bonds									
609999 - Subtotal - Bonds									
Preferred Stocks - Banks, Trust and Insurance Companies (Unaffiliated)									
BANKS, TRUST AND INSURANCE COMPANIES - U									
3814X-9A-0	GOLDMAN SACHS			10/21/2005	OPPENHEIMER & CO.		125,000		
COUNTRY TOTAL - U.S.									
629999 - Subtotal - Preferred Stocks - Banks, Trust and Insurance Companies (Unaffiliated)							125,000		
659997 - Subtotal - Preferred Stocks - Part 3									
659999 - Subtotal - Preferred Stocks									
Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)									
BANKS, TRUST AND INSURANCE COMPANIES - U									
907647-9B-1	WELLS FARGO BANK			12/29/2005	WHEAT FIRST SECURITIES		728,521		
COUNTRY TOTAL - U.S.									
679999 - Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)							728,521		
Common Stocks - Industrial and Miscellaneous (Unaffiliated)									
INDUSTRIAL & MISCELLANEOUS - U.S.									
013103-90-7	EVERGREEN MONEY MARKET			11/30/2005	DIRECT		3,527,724.800		
3021G-10-2	EXXON MOBIL CORP			01/04/2005	OPPENHEIMER & CO.		565,000		
30271-10-0	FULTON FINANCIAL CORP			02/15/2005	OPPENHEIMER & CO.		21,372		
30955-40-9	GOLD CORP, INC.			08/11/2005	OPPENHEIMER & CO.		181,700		
COUNTRY TOTAL - U.S.									
689999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)							4,496,796		

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 3

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Per Value	Paid for Amount of Stock and Dividends
	Common Stocks - Parent, Subsidiaries, and Affiliates							
	PARENTS, SUBSIDIARIES AND AFFILIATES - U							
25704-20-1	DONEGAL GROUP INC., CLASS A		12/21/2005	DIRECT	200,341,888	5,270,073		
25704-30-0	DONEGAL GROUP INC., CLASS B		12/21/2005	DIRECT	1,430,760	1,430,760		
	COUNTRY TOTAL - U.S.				38,854,000	6,517,792		
699599 - Subtotal	Common Stocks - Parent, Subsidiaries, and Affiliates					6,517,792		
729597 - Subtotal	Common Stocks - Part 3					11,835,109		
729599 - Summary Item from Part 5 for Common Stocks						10,188,216		
729599 - Subtotal	Common Stocks					22,023,325		
729599 - Subtotal	Preferred and Common Stocks					22,148,325		
749599 - TOTALS						46,737,916		83,516

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of During Current Year

1	2	3	4	5	6	7	8	9	Change in Book/Adjusted Carrying Value						16	17	18	19	20	21
									10	11	12	13	14	15						
CUSIP Identifi- cation	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11-12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	
	US GOVERNMENT OBLIGATIONS - U.S.																			
520214P3	U.S. TREASURY NOTES	09/15/2005	MATURED		50,000	50,000.00	512,169	501,459	(1,488)	(1,488)		(1,488)		50,000				50,000	08/15/2005	
	COUNTRY TOTAL - U.S.				50,000	50,000.00	512,169	501,459	(1,488)	(1,488)		(1,488)		50,000				50,000	08/15/2005	
989999	Sabot - Bonds - U.S. Governments				50,000	50,000.00	512,169	501,459	(1,488)	(1,488)		(1,488)		50,000				50,000	08/15/2005	
	Bonds - Political Subdivisions of States																			
989714C1	POLITICAL SUBDIVISIONS - U.S.				10,000	10,000.00	9,878	9,800	78			78		10,000				10,000	08/15/2007	
	COUNTRY TOTAL - U.S.				10,000	10,000.00	9,878	9,800	78			78		10,000				10,000	08/15/2007	
989999	Sabot - Bonds - Political Subdivisions of States				10,000	10,000.00	9,878	9,800	78			78		10,000				10,000	08/15/2007	
	Bonds - Special Revenue and Special Assessments and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																			
3471L5H2	SPECIAL REVENUE AND ASSESSMENTS - U.S.	12/17/2005	PRINCIPAL RECEIPT		155,177	155,177.00	155,079	155,079		99		99		155,177				155,177	07/01/2011	
3471K5C3	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		6,159	6,159.00	6,234	6,234		(75)		(75)		6,159				6,159	08/01/2010	
3471L5C4	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		16,327	16,327.00	16,327	16,327						16,327				16,327	08/01/2010	
3471L5C5	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		16,327	16,327.00	16,327	16,327						16,327				16,327	08/01/2010	
3471L5C6	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		314,550	314,550.00	314,550	314,550						314,550				314,550	08/01/2011	
3471L5C7	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		306,877	306,877.00	307,452	307,452		(575)		(575)		306,877				306,877	10/01/2011	
3471L5C8	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		84,720	84,720.00	85,541	85,541		(821)		(821)		84,720				84,720	10/01/2011	
3471L5C9	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		40,165	40,165.00	40,165	40,165						40,165				40,165	10/01/2011	
3471L5D0	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		101,814	101,814.00	101,814	101,814						101,814				101,814	10/01/2011	
3471L5D1	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		49,735	49,735.00	50,000	50,000		(265)		(265)		49,735				49,735	10/01/2011	
3471L5D2	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		279,349	279,349.00	282,237	282,237		(2,888)		(2,888)		279,349				279,349	10/01/2011	
3471L5D3	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		63,515	63,515.00	63,515	63,515						63,515				63,515	10/01/2011	
3471L5D4	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		582,550	582,550.00	582,550	582,550						582,550				582,550	10/01/2011	
3471L5D5	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		35,300	35,300.00	35,300	35,300						35,300				35,300	10/01/2011	
3471L5D6	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		29,150	29,150.00	29,150	29,150						29,150				29,150	10/01/2011	
3471L5D7	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		4,460	4,460.00	4,460	4,460						4,460				4,460	10/01/2011	
3471L5D8	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		11,739	11,739.00	11,739	11,739						11,739				11,739	10/01/2011	
3471L5D9	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		15,074	15,074.00	15,074	15,074						15,074				15,074	10/01/2011	
3471L5E0	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		11,739	11,739.00	11,739	11,739						11,739				11,739	10/01/2011	
3471L5E1	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		8,590	8,590.00	8,590	8,590						8,590				8,590	10/01/2011	
3471L5E2	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		3,034	3,034.00	3,034	3,034						3,034				3,034	10/01/2011	
3471L5E3	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		8,104	8,104.00	8,104	8,104						8,104				8,104	10/01/2011	
3471L5E4	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		6,761	6,761.00	6,761	6,761						6,761				6,761	10/01/2011	
3471L5E5	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		7,098	7,098.00	7,098	7,098						7,098				7,098	10/01/2011	
3471L5E6	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		99,479	99,479.00	99,479	99,479						99,479				99,479	10/01/2011	
3471L5E7	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		63,365	63,365.00	63,365	63,365						63,365				63,365	10/01/2011	
3471L5E8	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		60,945	60,945.00	60,945	60,945						60,945				60,945	10/01/2011	
3471L5E9	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		1,395,524	1,395,524.00	1,465,614	1,465,614		(70,090)		(70,090)		1,395,524				1,395,524	10/01/2011	
3471L5F0	FANNIE MAE CDO	12/17/2005	PRINCIPAL RECEIPT		1,465,614	1,465,614.00	1,465,614	1,465,614						1,465,614				1,465,614	10/01/2011	
	COUNTRY TOTAL - U.S.				7,385,214	7,385,214.00	7,465,614	7,465,614		(6,279)		(6,279)		7,385,214				7,385,214	08/15/2005	
	Bonds - Industrial and Miscellaneous (Withdrawn)																			
642A-AF0	INDUSTRIAL & MISCELLANEOUS - U.S.	08/17/2005	MATURED		50,000	50,000.00	50,000	50,000						50,000				50,000	08/17/2005	
12577-AF2	BANK ONE CORP. NOTES	08/17/2005	MATURED		750,000	750,000.00	750,713	750,713						750,000				750,000	08/17/2005	
	COUNTRY TOTAL - U.S.				800,000	800,000.00	800,713	800,713						800,000				800,000	08/17/2005	
	Bonds - Industrial and Miscellaneous (Withdrawn)																			
642A-AF0	INDUSTRIAL & MISCELLANEOUS - U.S.	08/17/2005	MATURED		50,000	50,000.00	50,000	50,000						50,000				50,000	08/17/2005	
12577-AF2	BANK ONE CORP. NOTES	08/17/2005	MATURED		750,000	750,000.00	750,713	750,713						750,000				750,000	08/17/2005	
	COUNTRY TOTAL - U.S.				800,000	800,000.00	800,713	800,713						800,000				800,000	08/17/2005	

118889 - Sabot - Bonds - Special Revenue and Special Assessments and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions

Bonds - Industrial and Miscellaneous (Withdrawn)

642A-AF0 INDUSTRIAL & MISCELLANEOUS - U.S.

12577-AF2 BANK ONE CORP. NOTES

COUNTRY TOTAL - U.S.

(continued)

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks Sold, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	Change in Book/Adjusted Carrying Value							15	16	17	18	19	20	21
									10	11	12	13	14	15								
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares or Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V. (14-15)	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date			
Banks - Industrial and Miscellaneous (Unaffiliated)																						
34391-004	FIDELITY INVESTMENT CORP. - NOTES	08/01/2005	MATURED		500,000.00	500,000.00	500,000.00	500,000.00						500,000				38,000	08/01/2005			
	COUNTRY TOTAL - U.S.				1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
65999 - Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
99999 - Subtotal - Bonds - Part 4					1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
99999 - Subtotal - Bonds					1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
99999 - Subtotal - Bonds					1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
Preferred Stocks - Banks, Trust and Insurance Companies (Unaffiliated)																						
25851-204	BANKS, TRUST AND INSURANCE COMPANIES - U.S.	09/01/2005	OPPENHEIMER & CO.	4,000,000	100,000.00	100,000.00	100,000.00	100,000.00						100,000				5,600				
34391-004	FIDELITY INVESTMENT CORP. - NOTES	02/28/2005	OPPENHEIMER & CO.	2,000,000	50,000.00	50,000.00	50,000.00	50,000.00						50,000				2,800				
41803-001	FIDELITY INVESTMENT CORP. - NOTES	05/19/2005	OPPENHEIMER & CO.	2,000,000	50,000.00	50,000.00	50,000.00	50,000.00						50,000				2,800				
54301-001	FIDELITY INVESTMENT CORP. - NOTES	11/01/2005	OPPENHEIMER & CO.	5,000,000	125,000.00	125,000.00	125,000.00	125,000.00						125,000				37,000				
	COUNTRY TOTAL - U.S.				1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
65999 - Subtotal - Preferred Stocks - Banks, Trust and Insurance Companies (Unaffiliated)					1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
99999 - Subtotal - Preferred Stocks - Part 4					1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
99999 - Subtotal - Preferred Stocks					1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
99999 - Subtotal - Preferred Stocks					1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
99999 - Subtotal - Preferred Stocks					1,750,000.00	1,750,000.00	1,750,000.00	1,750,250	(250)	(250)	(250)	(250)		1,750,000				12,315				
Common Stocks - Public Utilities (Unaffiliated)																						
58201-001	PUBLIC UTILITIES - U.S.	11/22/2005	OPPENHEIMER & CO.	9,000,000	152,654	152,654	152,654	152,654						152,654				19,427				
58201-001	PUBLIC UTILITIES - U.S.	11/22/2005	OPPENHEIMER & CO.	9,000,000	152,654	152,654	152,654	152,654						152,654				19,427				
	COUNTRY TOTAL - U.S.				152,654	152,654	152,654	152,654						152,654				19,427				
65999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					152,654	152,654	152,654	152,654						152,654				19,427				
99999 - Subtotal - Common Stocks - Part 4					152,654	152,654	152,654	152,654						152,654				19,427				
99999 - Subtotal - Common Stocks					152,654	152,654	152,654	152,654						152,654				19,427				
99999 - Subtotal - Common Stocks					152,654	152,654	152,654	152,654						152,654				19,427				
99999 - Subtotal - Common Stocks					152,654	152,654	152,654	152,654						152,654				19,427				
Common Stocks - Public Utilities (Unaffiliated)																						
58201-001	PUBLIC UTILITIES - U.S.	12/01/2005	OPPENHEIMER & CO.	2,500,000	72,047	72,047	72,047	72,047						72,047				3,800				
58201-001	PUBLIC UTILITIES - U.S.	12/01/2005	OPPENHEIMER & CO.	2,500,000	72,047	72,047	72,047	72,047						72,047				3,800				
	COUNTRY TOTAL - U.S.				144,701	144,701	144,701	144,701						144,701				7,627				
65999 - Subtotal - Common Stocks - Public Utilities (Unaffiliated)					144,701	144,701	144,701	144,701						144,701				7,627				
99999 - Subtotal - Common Stocks - Public Utilities (Unaffiliated)					144,701	144,701	144,701	144,701						144,701				7,627				
99999 - Subtotal - Common Stocks - Public Utilities (Unaffiliated)					144,701	144,701	144,701	144,701						144,701				7,627				
99999 - Subtotal - Common Stocks - Public Utilities (Unaffiliated)					144,701	144,701	144,701	144,701						144,701				7,627				
Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)																						
57950-001	BANKS, TRUST AND INSURANCE COMPANIES - U.S.	05/27/2005	DIRECT	8,550	19	19	19	19						19				3				
57950-001	BANKS, TRUST AND INSURANCE COMPANIES - U.S.	05/27/2005	DIRECT	8,550	19	19	19	19						19				3				
	COUNTRY TOTAL - U.S.				19	19	19	19						19				3				
65999 - Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)					19	19	19	19						19				3				
99999 - Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)					19	19	19	19						19				3				
99999 - Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)					19	19	19	19						19				3				
99999 - Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)					19	19	19	19						19				3				
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																						
03403-003	INDUSTRIAL AND MISCELLANEOUS - U.S.	01/01/2005	OPPENHEIMER & CO.	5,000,000	129,595	129,595	129,595	129,595						129,595				36,355				
03403-003	INDUSTRIAL AND MISCELLANEOUS - U.S.	01/01/2005	OPPENHEIMER & CO.	5,000,000	129,595	129,595	129,595	129,595						129,595				36,355				
	COUNTRY TOTAL - U.S.				259,190	259,190	259,190	259,190						259,190				72,682				
65999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																						
03403-003	INDUSTRIAL AND MISCELLANEOUS - U.S.	01/01/2005	OPPENHEIMER & CO.	5,000,000	129,595	129,595	129,595	129,595						129,595				36,355				
03403-003	INDUSTRIAL AND MISCELLANEOUS - U.S.	01/01/2005	OPPENHEIMER & CO.	5,000,000	129,595	129,595	129,595	129,595						129,595				36,355				
	COUNTRY TOTAL - U.S.				259,190	259,190	259,190	259,190						259,190				72,682				
65999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					259,190	259,190	259,190	259,190						259,190				72,682				
99999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)																						

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks Sold, REDEEMED or Otherwise DISPOSED OF During Current Year

1 CUSIP Identifier Callion	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	Change in Book/Adjusted Carrying Value										16 Book/Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date
								10 Prior Year Book/ Adjusted Carrying Value	11 Unrealized Valuation Increase/ Decrease	12 Current Year (Amort- ization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12+13)	15 Total Foreign Exchange Change in B./A.C.V.										
Common Stocks - Mutual and Life-insurance (Reaffiliator) (continued)																							
69025-946	IN SERVICE HOLDERS TRUST	01/21/2005	OPPENHEIMER & CO.	5,000,000	478,559	478,559	370,300	(55,599)					(55,599)		370,300		19,559	19,559	1,051				
70944-107	PICO PRODUCTIONS CO.	01/16/2005	OPPENHEIMER & CO.	5,000,000	251,039	251,039	211,848	(6,002)					(6,002)		211,848		19,981	19,981	315				
70258-167	POTLATCH CORP.	01/16/2005	OPPENHEIMER & CO.	5,000,000	247,552	247,552	215,249	(27,599)					(27,599)		215,249		2,532	2,532	80				
81208-166	UNITED STATES STEEL CORP.	01/21/2005	OPPENHEIMER & CO.	5,000,000	284,211	284,211	185,250	(71,000)					(71,000)		185,250		9,981	9,981	80				
88399-343	COUNTRY TOTAL - U.S.				5,918,207	5,918,207	4,538,659	(343,112)					(343,112)		4,538,659		428,648	428,648	19,458				
88399-343	Common Stocks - Mutual and Life-insurance (Reaffiliator) (continued)				5,918,207	5,918,207	4,538,659	(343,112)					(343,112)		4,538,659		428,648	428,648	19,458				
Common Stocks - Parent, Subsidiaries and Affiliates																							
26791-331	PARENTS, SUBSIDIARIES AND AFFILIATES - U	01/21/2005	DIRECT	0,471	12	12	1	(4)					(4)		1		11	11	11				
26791-330	DONEGAL GROUP INC., CLASS A	01/21/2005	DIRECT	1,000	16	16	3	(10)					(10)		3		14	14	14				
65599-343	COUNTRY TOTAL - U.S.				28	28	4	(12)					(12)		4		2	2	2				
65599-343	Common Stocks - Parent, Subsidiaries, and Affiliates				28	28	4	(12)					(12)		4		2	2	2				
72697-343	Sakhal - Common Stocks - Part 4				5,051,275	5,051,275	4,678,003	(354,129)					(354,129)		4,678,003		412,373	412,373	14,259				
72699-343	Summary Item from Part 4 for Common Stocks				10,457,412	10,457,412	10,188,216	(269,196)					(269,196)		10,188,216		269,196	269,196	21,167				
72699-343	Common Stocks				15,548,287	15,548,287	14,656,219	(894,129)					(894,129)		14,656,219		862,069	862,069	35,486				
73959-343	Sakhal - Preferred and Common Stocks				16,181,115	16,181,115	15,641,479	(539,359)					(539,359)		15,641,479		516,507	516,507	19,910				
74959-343	TOTALS				26,819,789	26,819,789	25,379,843	(1,367,959)					(1,367,959)		25,379,843		446,026	446,026	453,659				

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 5

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																				
010300-07	INDUSTRIAL & MISCELLANEOUS - U.S.						8,774,355.529	8,774,355	8,774,355	8,774,355										
30957-06	EVERGREEN MONEY MARKET		01/11/2005	DIRECT	12/11/2005	DIRECT	141,000	141,000	141,000	141,000										
61832-06	GOLD FIELDS LTD - SPONS. ADR		01/11/2005	OPPENHEIMER & CO.	12/11/2005	OPPENHEIMER & CO.	411,525	411,525	411,525	411,525										
82061-00	NEWARK MANOR CORP - HOLDING CO.		01/11/2005	OPPENHEIMER & CO.	12/11/2005	OPPENHEIMER & CO.	15,225	15,225	15,225	15,225										
82061-00	SPRINT NEXTEL CORP.		01/11/2005	MERGER	12/11/2005	VAR	658,533	658,533	658,533	658,533										
85307-04	STREETTRAVEL GOLD TRUST		01/07/2005	OPPENHEIMER & CO.	12/11/2005	OPPENHEIMER & CO.	142,270	142,270	142,270	142,270										
91205-03	UNITED STATES STEEL CORP.		02/15/2005	OPPENHEIMER & CO.	02/21/2005	OPPENHEIMER & CO.	10,183,216	10,457,912	10,457,912	10,183,216										
92998-00	COUNTRY TOTAL - U.S.						10,183,216	10,183,216	10,183,216	10,183,216										
92998-00	Country - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						10,183,216	10,457,912	10,457,912	10,183,216										
72998-00	Country - Common Stocks						10,183,216	10,457,912	10,457,912	10,183,216										
72998-00	Country - Preferred and Common Stocks						10,183,216	10,457,912	10,457,912	10,183,216										
76998-00	TOTALS						10,183,216	10,457,912	10,457,912	10,183,216										

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 Foreign	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See SVO Purposes and Procedures manual)	6 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book/Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date	
								9 Number of Shares	10 % of Outstanding
Common Stocks - Other Affiliates									
000000-00-0	DARKE COUNTY INSURANCE AGENCY		00000	MV	No		1,000,000	100,000	
010807-00-4	DONEGAL FINANCIAL SERVICES		00000	MV	No	8,017,357	2,100,010	51.85	
203011-10-4	COMMONWEALTH INSURANCE SERVICES		00000	MV	No		1,000,000	100,000	
257701-20-1	DONEGAL GROUP INC. - CLASS A		02500	NW	No	79,678,286	5,988,411,000	41.50	
257701-30-0	DONEGAL GROUP INC. - CLASS B		02500	NW	No	37,413,201	2,802,487,000	67.03	
1799999	Subtotal - Common Stocks - Other Affiliates						125,108,844		
1999999	Subtotal - Common Stocks						125,108,844		
1999999	TOTALS						125,108,844		

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$ 85,368,954
2. Total amount of intangible assets nonadmitted \$

SCHEDULE D - PART 6 - SECTION 2

1 CUSIP Identification	2 Name of Lower-tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
Common Stocks					
000000-00-0	ATLANTIC STATES INSURANCE COMPANY	DONEGAL GROUP INC.	223,720,000	47.60	
000000-00-0	LE MARS INSURANCE COMPANY	DONEGAL GROUP INC.	2,090,944,000	47.60	
000000-00-0	SOUTHERN INSURANCE COMPANY	DONEGAL GROUP INC.	894,880,000	47.60	
000000-00-0	THE PENINSULA INSURANCE COMPANY	DONEGAL GROUP INC.	297,580,000	47.59	
000000-00-0	PENINSULA INDEMNITY COMPANY	DONEGAL GROUP INC.	109,480,000	47.60	
0289999	Subtotal - Common Stocks				

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Sch. DB, Pt. A, Sn. 1, Financial Options Owned
NONE

Sch. DB, Pt. A, Sn. 2, Financial Options Acquired
NONE

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Sch. DB, Pt. A, Sn. 3, Financial Options Terminated
NONE

Sch. DB, Pt. B, Sn. 1, Written and In-Force
NONE

Page E18

Sch. DB, Pt. B, Sn. 2, Financial Options Written
NONE

Sch. DB, Pt. B, Sn. 3, Financial Options Terminated
NONE

Page E19

Sch. DB, Pt. C, Sn. 1, Collar, Swap and Forwards Open
NONE

Sch. DB, Pt. C, Sn. 2, Collar, Swap and Forwards Opened
NONE

Page E20

Sch. DB, Pt. C, Sn. 3, Collar, Swap and Forwards Terminated
NONE

Sch. DB, Pt. D, Sn. 1, Futures and Ins Futures Contracts Open
NONE

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Sch. DB, Pt. D, Sn. 2, Futures Contracts Opened Current Year
NONE

Sch. DB, Pt. D, Sn. 3, Futures Contracts Terminated Current Year
NONE

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Sch. DB, Pt. E, Sn. 1, Counterparty Exposure Derivative Instr.
NONE

ANNUAL STATEMENT FOR THE YEAR 2005 OF THE DONEGAL MUTUAL INSURANCE COMPANY

SCHEDULE E - PART 1 - CASH

1		2	3	4	5	6	7
Depository		Code	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
Name	Location and Supplemental Information						
Open Depositories							
M & T BANK	HARRISBURG, PA	VARIOUS		54,383		1,697,982	
MELLON BANK	PITTSBURGH, PA	VARIOUS				(12,936,986)	
PROVINCE BANK	MARIETTA, PA	VARIOUS		98,190	10,393	6,742,519	
SUSQUEHANNA BANK	LITITZ, PA	VARIOUS		12,586		(297,609)	
0199999 - Deposits in	1 depositories that do not exceed the allowable limit in any one depository (See Instructions) - Open			3,254		100,000	
Depositories				166,413	10,393	(4,694,094)	
0199999 - TOTAL - Open Depositories				166,413	10,393	(4,694,094)	
0399999 - TOTAL Cash on Deposit				166,413	10,393	(4,694,094)	
0499999 - Cash in Company's Office						150	
0599999 - TOTAL Cash				166,413	10,393	(4,693,944)	

TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR

1. January	616,649	4. April	(5,123,184)	7. July	(4,093,775)	10. October	(4,696,057)
2. February	(4,429,347)	5. May	607,629	8. August	781,139	11. November	(4,374,793)
3. March	(2,444,906)	6. June	(2,656,459)	9. September	(248,781)	12. December	(4,693,944)

SCHEDULE E - PART 2 - CASH EQUIVALENTS

1 CUSIP Identification	2 Description	3 Code	4 Date Acquired	5 Rate of Interest	6 Maturity Date	7 Book/Adjusted Carrying Value	8 Amount of Interest Due and Accrued	9 Gross Investment Income
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NONE

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits with the State of Domicile For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR					
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE	B STATUTORY DEPOSIT REQUIREMENT			100,308	97,184
9. District of Columbia	DC					
10. Florida	FL					
11. Georgia	GA					
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA					
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA					
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV					
30. New Hampshire	NH					
31. New Jersey	NJ					
32. New Mexico	NM					
33. New York	NY	B STATUTORY DEPOSIT REQUIREMENT			652,603	631,686
34. North Carolina	NC					
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK					
38. Oregon	OR	B STATUTORY DEPOSIT REQUIREMENT	1,497,766	1,481,055		
39. Pennsylvania	PA					
40. Rhode Island	RI					
41. South Carolina	SC					
42. South Dakota	SD					
43. Tennessee	TN					
44. Texas	TX					
45. Utah	UT					
46. Vermont	VT	B STATUTORY DEPOSIT REQUIREMENT			298,661	291,690
47. Virginia	VA					
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. U.S. Virgin Islands	VI					
56. Canada	CN	XXX XXX	1,497,766	1,481,055	1,050,972	1,020,570
57. Aggregate Alien and Other	OT	XXX XXX				
58. Total						
DETAILS OF WRITE-INS						
5701						
5702						
5703						
5798	Summary of remaining write-ins for Line 57 from overflow page	XXX XXX				
5799	Total (Line 5701 through Line 5703 plus Line 5798) (Line 57 above)	XXX XXX				